



Firing on All Cylinders

2024
ANNUAL REPORT

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Vision, Mission, and Values



Vision

The world is constantly moving, transforming, and evolving. Change is inevitable and accelerating. At GB Corp, we aspire to make mobility in all its forms accessible for everyone.



Mission

GB Corp provides integrated mobility solutions. Whether you are moving from point A to B, planning for a better opportunity, or aspiring for a better quality of life, we make the next step easier. With GB Corp, you will always be moving forward.

Core Values

As a large group with numerous subsidiaries, our internal core values cohesively connect and align all of our sub-brands while maintaining our essence and identity.



We Are Ambitious Achievers

We are a result-driven organization that sets challenging and ambitious targets, which we aspire to achieve consistently in the best interest of the communities we serve.



We Don't Compromise Quality

We are driven by excellence, constantly searching for innovative solutions that ensure the quality we offer always meets the required standard.



We Act with Dignity and Respect

We believe that acting and treating everyone with fairness and respect should form the foundation of our culture.



We Operate as One Team

We work within a culture of mutual trust and integrity, common objectives, and accountability, with our people representing the backbone of our success.



We Are Resilient

We embrace everyday challenges with open hearts and minds, accepting them as opportunities for improvement and development.

Introduction

GB Corp at a Glance

GB Corp boasts a diversified business portfolio spanning automotive manufacturing and distribution, non-bank financial services (NBFS), and fintech.

GB Corp (GBCO.CA on the Egyptian Exchange), is a leading automotive company in the Middle East and Africa (MEA region) and an NBFS provider in Egypt. The organization operates through two distinct segments: GB Auto, managing the core automotive business, and GB Capital,

which oversees the NBFS providers within the group. GB Corp has a legacy of over eight decades in the automotive industry and has positioned itself as a major player in the NBFS scene through a strong track record of product launches in the sector.

+70k

Customers Financed Through GB Capital in 2024

42,043

Number of Cars Sold in 2024

1940

Year Established

+25

Number of Brands in Portfolio

EGP 18.6 bn
Market Cap

GBCO.CA
(2007) IPO

Highlights of 2024

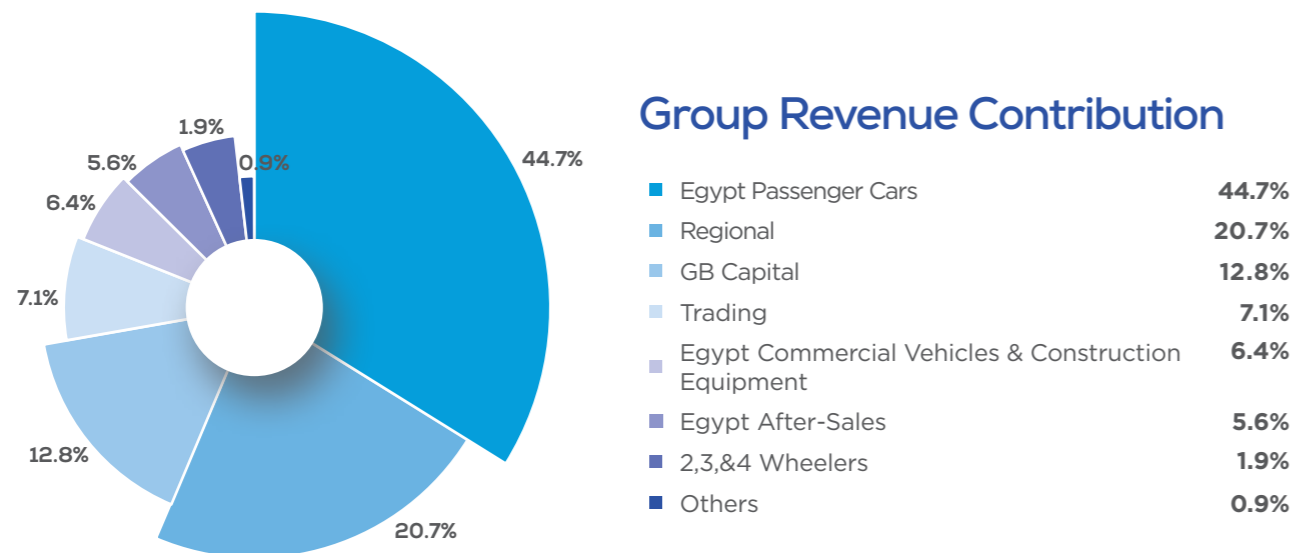
In 2024, GB Corp leveraged its exceptional track record and unparalleled capabilities to deliver impressive growth across both the auto and capital fronts.

EGP 53,969.5 mn
Group Revenue
(90.6% y-o-y)

EGP 2,928.1 mn
Group Net Profit
5.4% Net Profit Margin

EGP 10,514.6 mn
Group Gross Profit
19.5% Gross Profit Margin

12.5 %
GB Auto EBITDA Margin



Auto



Passenger Cars
Egypt, Jordan, & Iraq



Two, Three, & Four-
Wheelers



Commercial Vehicles
& Construction
Equipment



Trading
Business



After-Sales
Service

Through its automotive segment, GB Auto, GB Corp has established itself as a full-fledged automotive provider offering comprehensive services spanning the automotive sector's entire spectrum. The company is active in automotive assembly, manufacturing, sales and distribution, financing, and after-sales services through its six distinct lines of business: passenger cars; two, three, and four-wheelers; commercial vehicles and construction equipment; trading business; and after-sales services.

GB Corp manages an extensive portfolio comprising renowned global brands, enabling it to cater to a wide range of customer needs and expectations. The company's portfolio includes names such as Hyundai, Mazda, Chery, Genesis, Changan, Haval, Shacman, UD Trucks, Eicher, Higer, Rising, JAC, Foton, Bajaj, Volvo Truck and Volvo Bus, Volvo Construction Equipment, Mitsubishi Fuso, SDLG, Higer, Shacman, Lassa, Yokohama, Double Coin, Goodyear, Thunderer, MRF, Sunfull, and MG, demonstrating its dedication to meeting a broad spectrum of customer preferences. Additionally, has a solid regional footprint through its passenger car operations in Iraq and Jordan.

Capital



As part of its commitment to constantly expanding its product suite to serve to the rising demand for alternative financial solutions in the Egyptian market, GB Corp established GB Capital, its NBFS arm. The establishment of GB Capital falls in line with GB Corp's overarching strategy of expanding and diversifying its service offering and providing customers with essential NBFS support.

As a comprehensive NBFS provider, GB Capital offers a diverse array of solutions, such as leasing, factoring, consumer finance, auto fleet operational leasing, securitization, and SME financing, provided under several brands, including GB Lease and Factoring, Drive Finance, Forsa, GB Auto Rental, Capital for Securitization, Kredit, GB Bus Rental, and GB Capital Sukuk.

In addition to its various NBFS brands, GB Capital has conducted a number of strategic investments in affiliates specializing in micro-finance; nano-finance; buy now, pay later (BNPL) services; collection; peer-to-peer transfers; bill payments; mortgage finance; and insurance. These affiliates, namely MNT-Halan, Bedaya, and Kaf, fit in seamlessly with GB Capital's core services, enhancing its ecosystem and improving its ability to comprehensively serve clients.

CONTINUOUS GROWTH AND EXPANSION



Enhanced Product Mix

Throughout 2024, an enhanced product mix enabled GB Auto to navigate challenging market conditions. On that front, a shift to CKD models in Egypt, coupled with a more refined pricing strategy, allowed the company to successfully mitigate the impact of the devaluation of the Egyptian Pound (EGP) and the slowdown in LC issuances for CBU models.

- › GB Auto launched the Hyundai Elantra AD CKD model in the Egyptian market, as the company continues to leverage its unmatched CKD capacity to mitigate the impacts of the slowdown in LC issuances for CBU units.
- › A new light vehicle under the name of “Qute” is being soft-launched, as GB Auto recently signed a partnership with “Bajaj Auto Limited” for its assembly in cooperation with the Ministry of Military Production.
- › GB Auto launched the new Chery Tiggo 4 Pro, and the car is now available in the Egyptian market.
- › Haval announced the launch of its two new cars, the Hybrid H6 HEV and Jolion Pro 2025, in line with GB Corp’s strategy to provide the latest and most advanced vehicles and stay ahead of the rapid advancements in the automotive industry.
- › In addition, GB Auto announced the unveiling of the new, luxurious Hyundai Santa Fe in Egypt, strengthening the company’s portfolio, and reinforcing its dedication to providing the best vehicles to the market.
- › GB Auto has also launched a partnership with UD Trucks, marking a significant step forward in the company’s commitment to providing innovative solutions that meet the evolving needs of the market.



Regional Expansion

During the year, GB Auto continued to take significant steps in growing its regional footprint by expanding its operations in Iraq through securing the exclusive representation of the JAC and Foton brands, as well as the continued growth of the MG brand within the country. Additionally, GB Auto launched its operations in Jordan in 2024 through an exclusive distribution agreement with MG.

- › GB Auto recently launched its distribution of the MG Motor brand in Jordan through a joint venture (JV) with MG’s former distributor in the Jordanian market.
- › GB Auto secured the exclusive distributorship of the JAC passenger cars and Foton commercial vehicles in Iraq.

Driving Sustainability

GB Auto continues to work on introducing new electric vehicles to the Egyptian market.

- › This year, GB Auto unveiled its newest electric SUV, the Chery EQ7. This comes as the company continues to play its role in promoting environmental sustainability by introducing new electric vehicles.
- › During the year, GB Auto also delivered its first Shacman electric truck to Unilever, marking a significant milestone in GB Corp’s journey toward sustainable transformation.



Portfolio Growth and Diversification

GB Capital continued to take large strides with regards to its overarching strategy of expanding its product selection and diversifying its revenue streams through penetrating various NBFS verticals.

- › GB Capital received its Sukuk issuance license from the Financial Regulatory Authority (FRA) and launched GB Capital Sukuk in 1Q24.
- › MNT-Halan launched the new “Halan” card, which gained significant traction in the market and is a game changer for the financial digital product expansion.
- › GB Corp recently established GB Bus Rental, which began operating in 4Q24 and offers a full range of bus rental solutions, catering for group, corporate, and cargo bus transport requests.
- › MNT-Halan acquired “Tam Finans”, the leading commercial finance company in Turkey, as well as a microfinance bank in Pakistan which has been rebranded to Halan Microfinance Bank, and launched in the UAE; expanding its presence into four markets and solidifying its position as the leading fintech player in the regions.
- › GB Capital obtained a Promoting and Underwriting license from the FRA to expand its service offering into debt capital markets.
- › Drive Finance, alongside GB Capital Marketing Teams, have launched Drive’s very first B2C auto financing campaign, targeting a wide range of customers.

Continued Bond Securitizations

GB Capital completed a number of bond Securitizations across its segments, expanding the company’s capacity to capture the rising demand for its product offerings.

- › Drive Finance issued securitization bonds worth EGP 1.4 billion with the offering being 2X oversubscribed, showcasing the company’s ability to successfully execute transactions.



Specialized Technology Venture Capital

GB Ventures is a specialized technology Venture Capital that was founded for the purpose of identifying high-potential startups across a wide range of sectors and effectively supporting the next generation of innovators and entrepreneurs to become scalable market leaders. GB Ventures is primarily focused on seed investments within the mobility space, and the company’s acceleration program supports startups with the needed funding, expertise, mentorship, resources, and networks to develop their strategies and expand their businesses.



Cutting-Edge Logistics Solutions

GB Logistics is an Integrated Service Provider (ISP) that aims to provide comprehensive, full-service logistic solutions that add value to its partners. GB Logistics is specialized in offering high-quality logistics services to customers in Egypt

and worldwide. The company adopts the latest operational solutions and advanced technologies to manage an integrated supply chain on behalf of GB Corp’s partners.





Premium Quality Trainings

Outfitted with state-of-the art workshops and classrooms equipped to provide professional technical training, GB Academy offers technical training in fields ranging from mechanical, electrical, and paint work to soft skills trainings and numerous industry-specific skills that are tailored to customer needs. By utilizing accessible theoretical courses,

coupled with practical training modules, GB Academy provides its rich educational services and technical simulations to all types of interested individuals, starting from companies, universities, public and governmental institutions, all the way to students, employees, and professionals.

GB Academy

Established with a vision of setting the pace in a world of lifelong learning, GB Academy has built a track record of over 10 years of practical training and customized programs delivered in accordance with internationally recognized standards. GB Academy is managed by the German SIS-Middle East GmbH (Saxony International School), and it has achieved various successes in pioneering, cutting-edge instruction, equipping thousands of engineers and trainees with specialized skills and forming valuable partnerships.

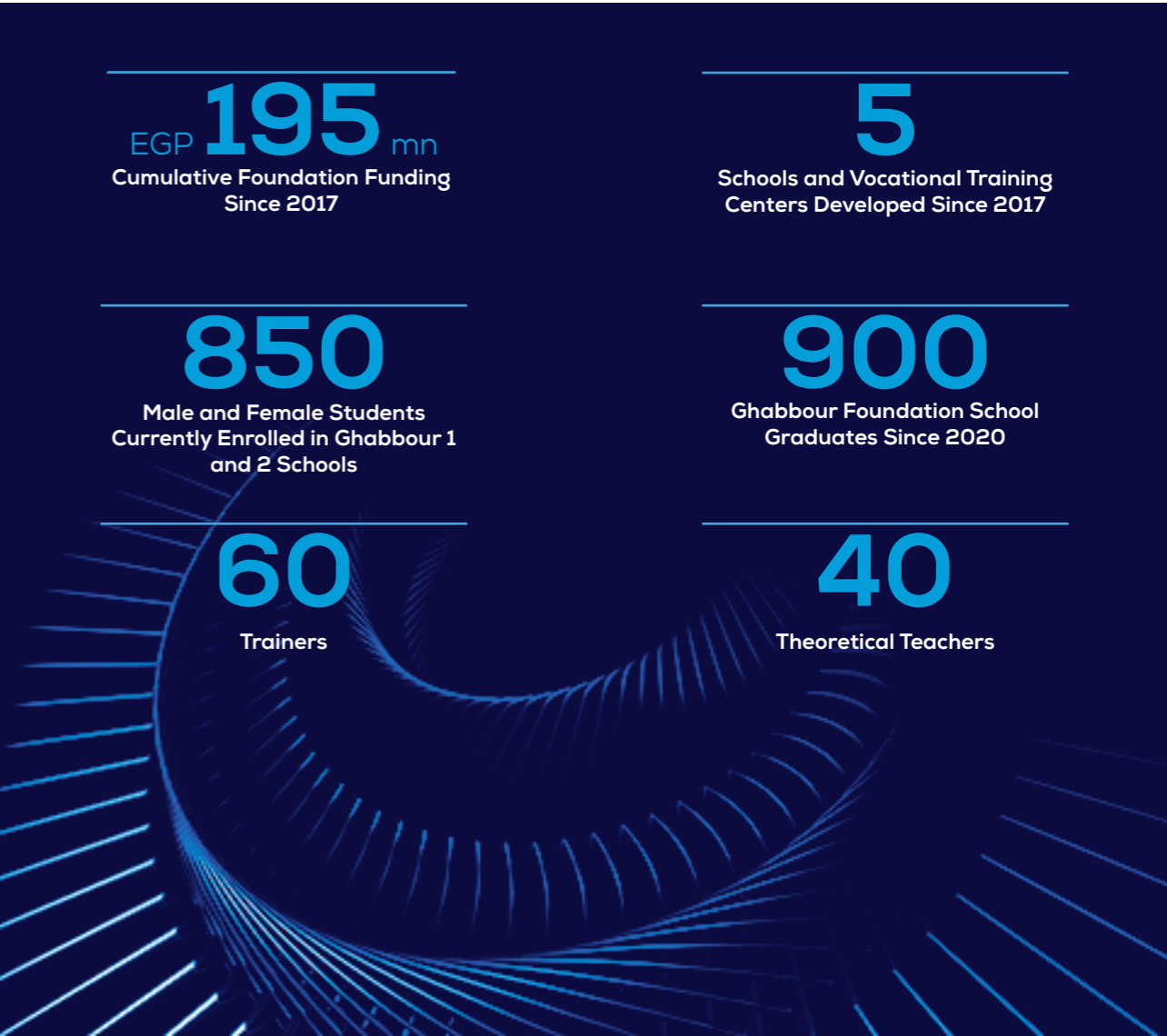
In 2024, GB Academy provided a number of training programs to GB Corp’s employees, covering various topics that included management, leadership, communication, and soft skills. A total of 92,665 hours of training were delivered to more than 18,533 attendees, with the majority of training hours delivered to blue and white collar workers. Additionally, GB Academy delivers training sessions to other external clients, not just GB Corp and its authorized dealers network.



Ghabbour Foundation for Development

The Ghabbour Foundation for Development is devoted to driving positive social and economic impacts across the communities where it operates through developing and operating vocational schools.

Giving Back to Our Communities



A Non-Stop Journey of Growth, Expansion, and Diversification

GB Corp delivered a strong performance in 2024 on the back of its solid fundamentals, dynamic strategies, and unmatched expertise, which enabled the company to navigate challenging operating conditions. During the year, the company successfully leveraged its diverse product offering and strong brand loyalty to deliver impressive growth across the majority of its verticals. Looking forward, GB Corp is well-positioned to capitalize on the anticipated market recovery and capture future growth through its dynamic strategies.

2007

- GB Corp completes an IPO, raising EGP 1.2 billion, and starts trading on the Egyptian Exchange (EGX)

2008

- GB Lease and Factoring, formerly known as GB Lease, is established as a financial leasing company specialized in financing commercial vehicle sales and passenger cars for fleets
- GB Corp enters a JV with Brazil-based global bus manufacturer, Marcopolo, to construct a production facility in Suez for domestic bus and export sales production

2009

- GB Corp establishes a JV trailer distributorship in Algeria
- GB Corp launches its GDR program, allowing global investors to trade GB Corp shares in London and New York

- GB Corp participates in the government-sponsored taxi replacement program
- Establishment of Mashroey as a majority-owned micropayments JV to finance the purchase of Bajaj-branded motorcycles and three-wheelers

2010

- GB Corp enters into an exclusive agreement to import and distribute Mazda vehicles in Egypt



2011

- GB Corp enters a JV with the Al-Kasid group, which holds exclusive rights to distribute Hyundai vehicles in Iraq
- GB Corp signs an agreement to be the exclusive distributor of Yokohama tires in Egypt
- GB Corp launches a new after-sales service center in Hurghada with 22 working bays

2012

- GB Corp partners with Geely for CKD assembly, distribution, and after-sales in Egypt
- GB Corp signs a contract with Iveco Irisbus, a Fiat industrial company, to be the exclusive distributor of Iveco bus chassis in Egypt
- GB Corp launches two new after-sales facilities in Egypt, one in Assiut and one on the Cairo-Ismailia desert road

- GB Corp acquires the exclusive right to distribute ZC Rubber's Westlake passenger car, as well as TBR and OTR tires, in Egypt
- GB Corp's consumer finance venture, Drive, starts operating and financing the purchase of passenger cars

2013

- GB Corp expands its regional footprint in Algeria and Libya with key brand representation
- GB Corp signs a contract with General Motors East Africa for the export of over 200 buses
- GB Corp acquires exclusive rights to distribute Goodyear tires in Algeria

2014

- GB Corp wins Geely's best distributor award
- GB Corp is honored for its excellent after-sales services by Hyundai
- GB Corp enters an exclusive strategic alliance to distribute Gazprom Neft-Lubricants



2015

- › GB Corp wins the Best NV Fleet Volume award by FUSO and the Volvo bus award
- › GB Corp supplies 150 buses to the public transport authority in Alexandria
- › GB Corp adds Chery to its expanding brand portfolio
- › GB Corp wins the Hyundai after-sales service best technical skill performance award

2016

- › GB Corp inks technical agreement with Bajaj in Iraq
- › GB Lease and Factoring is ranked in second place by Egypt's FRA
- › GB Corp's tires division acquires the distribution rights for Westlake Heavy Truck Tires in Egypt
- › GB Corp launches a 360 Network of premium express service centers serving high-end consumers
- › GB Corp wins the Volvo Bus Award of Excellence
- › GB Corp wins the Service Advisor gold medal and the service award in after-sales service by Hyundai

2017

- › GB Corp begins to report separately on GB Auto and Auto-Related and GB Capital
- › GB Corp wins the technical silver medal and the Hyundai Service Award in after-sales service

2018

- › GB Corp wins Global Banking and Finance Awards for Best Automotive Manufacturing Company
- › Private equity firm Development Partners invests in two GB Capital subsidiaries (Mashroey and Tasaheel)
- › GB Corp launches Hyundai's first IONIQ hybrid car in Egypt
- › GB Corp wins several awards, including the Volvo Bus Award for excellent performance, outstanding after-sales performance for Chery, and Customer experience CXC1 Opinion Leader Special for Hyundai

2019

- › GB Corp celebrates the local production of the new Chery Arrizo 5
- › GB Corp and EFG Hermes acquire majority stake in life insurance company Tokio Marine Egypt Family Takaful, named "Kaf"
- › GB Capital, Talaat Moustafa Group, and EFG Hermes Finance enter an agreement to create Bedaya, a mortgage finance JV
- › GB Corp wins Global Banking and Finance Awards for Best Automotive Manufacturing Company and Best Investors Relations in Egypt
- › GB Corp and El Ghalban Auto Market Group form commercial vehicle distributor JV for JMC-branded cars in Egypt, and the JV has also later gone on to include Foton microbuses in Egypt
- › Shareholders approve a resolution that allows GB Corp to merge with R.G. Investments (RGI), the subsidiary that owns GB Capital, during an Extraordinary General Assembly
- › GB Capital obtains a securitization license from Egypt's FRA and subsequently launches Capital for Securitization

2020

- › GB Corp announces a partnership with Higer Bus Company Limited for exclusive representation in Egypt and local assembly of buses
- › Goodyear Middle East and Africa partners with GB Corp, making it an Authorized Distributor of Goodyear Tires in Egypt
- › GB Corp launches the locally assembled new Chery Tiggo 7 1.5 Turbo 2020
- › GB Corp and German International Cooperation (GIZ) sign an agreement to create an incubator that supports innovative startups in the automotive and fintech sectors
- › GB Corp announces its new partnership with SAIC Motor Middle East FZE to add the MG brand to its Iraq portfolio
- › GB Lease finalizes its fourth securitized bond offering worth EGP 2.41 billion
- › GB Corp acquires 20% of New City Housing and Development company for EGP 73 million
- › GB Auto Rental, formerly known as Haram Tourism Transport, and Coca Cola Egypt successfully conclude Egypt's largest quasi-operational lease contract for 636 passenger cars
- › Ghabbour Foundation celebrates the graduation of the first class of Imbaba School vocational trainees, an important milestone for Ghabbour Foundation and GB Corp

2021

- › GB Corp announces partnership with Great Wall Motors and launches Wingle 5 in Egypt
- › GB Corp proudly announces COVID-19 mass vaccination program for its GB Corp family
- › GB Corp proudly receives the IDC Excellence Award for "Excellence in Digital Innovation", recognizing it as one of the region's top 10 leaders in technology
- › Drive Finance receives final approval for its consumer financing license from Egypt's FRA
- › GB Corp officially acquires Changan's sole distributorship and introduces four new models: New Alsvin, EADO DT, CS15, and CS55
- › GB Corp launches the Haval 2022 with innovative technology and superior capabilities
- › MNT-Halan, Egypt's leading fintech ecosystem, announces a c. USD 120 million investment by major regional and global growth investors: Apis Growth Fund II, Development Partners International (DPI), and Lorax Capital Partners
- › GB Lease closes two securitization issues valued at EGP 4.3 billion, making it Egypt's largest leasing company securitization

2022

- › GB Corp introduces the latest Volvo FH, Volvo FM, and Volvo FMX Trucks to support Egypt's heavy-duty truck market
- › Drive Finance successfully completes its third securitized bond offering, totaling EGP 649 million and consisting of three tranches with tenors of 13, 36, and 48 months
- › Drive Finance concludes its first bond offering for EGP 700 million, marking it as the first consumer finance company to issue bonds in the market
- › Tasaheel achieves a major milestone by closing Egypt's largest microfinance securitization, amounting to EGP 2.7 billion, through securitized bonds issuance—the securitization was 2x oversubscribed
- › GB Corp is recognized by HMC during the Hyundai Asia Pacific Middle East conference, receiving awards for best "VOC Management" and "Excellent Technical Hot-Line Operations"
- › GB Corp launches Changan's new models, CS35 Plus and CS55 Plus, and Chery's Tiggo 8 Pro
- › GB Corp supplies the 2021-2022 African Cup of Nation buses, with 24 high-quality, reliable, and comfortable buses with intricate designs
- › GB Corp supplies 30 best-in-class Higer Electric Buses to the government for COP27, promoting sustainable and green transportation solutions
- › GB Capital successfully sells a 7.5% stake in MNT Investments B.V. in a transaction valuing the company at USD 800 million. The deal includes an earnout component that could potentially increase the total valuation to USD 950 million
- › GB Lease and Factoring successfully completes its seventh securitized bond offering, raising EGP 1.7 billion. The offering consists of three tranches with tenors of 13, 36, and 56 months, further strengthening its position in the market
- › Chimera Investment LLC, an Abu Dhabi-based private investment firm, acquires a 45.0% stake in GB Lease



2023

- › GB Corp introduces Chery app – redefine your ride with seamless experiences
- › GB Auto introduces the Hyundai IONIQ 5 as a part of GB Auto's portfolio expansion strategy and sustainability agenda
- › GB Lease and Factoring receives its factoring license from the Egyptian FRA and signs its first factoring ticket
- › KAF receives its commercial life insurance license from the Egyptian FRA
- › GB Capital launches Kredit, an FRA-regulated SME lender, with the aim of empowering SMEs and driving economic growth
- › Drive Finance successfully completes an EGP 1.4 billion securitized bond issuance, marking a significant milestone in its EGP-5-billion, three-year securitization program
- › GB Auto launches the new Chery Tiggo 8 CKD, for both five- and seven-seaters, as a part of its strategy to increase volumes on the CKD front
- › GB Auto receives the Hyundai Dealer of the Year Award, reflecting the company's operational excellence
- › GB is awarded the Global Outstanding Distributor award for its MG operation in Iraq on the back of a significantly expanded market share
- › GB Auto introduces a new tricycle product to the Egyptian market, which gained significant traction in the market
- › GB Corp announces that the two- and three-wheeler's manufacturing team were selected out of 12 participating countries to receive the 1st and 4th ranks in the Kaizen award organized by Bajaj Auto Limited India for their international distributors
- › MNT-Halan, in collaboration with Azimut (AZ Halan fund), introduces a savings product that allows clients to earn daily interest on their deposits
- › GB Corp proudly participates in the UITP convention under the distinguished banner of Volvo Bus Egypt
- › GB Logistics participates in the Supply Chain Innovation Conference, with a focus on meeting the logistical needs of their global clientele, and offers a comprehensive range of products and services to ensure an efficient supply chain
- › GB Corp partners with Shell Marketing Corporation (Middle

- East) to distribute Shell oils in central and southern Iraq
- › GB Corp is proudly recognized by Forbes as one of the Top 50 companies of the year
- › GB Corp proudly organizes the "First Line Managers" event, with the engagement of over 350 employees, focusing on integrating GB Corp values
- › GB Auto's "Makn Team" ranks second among 92 teams competing in the prestigious Volvo International Service Training Award (VISTA), the world's largest competition for service market personnel
- › GB Corp is proud to be recognized as the "Most Innovative Auto Finance Company" in Egypt in 2023 by International Finance Awards
- › GB Lease and Factoring signs its first factoring ticket and completes its eighth securitization worth EGP 1.6 billion
- › GB Auto celebrates the launch of the new Changan UNI-T
- › GB Auto, represented by MG Iraq through GK Auto, celebrates the launch of the new MG One SUV in Iraq



2024

- › GB Lease and Factoring announces a securitization initiative to fuel growth and expand its leasing and factoring portfolio
- › GB Corp's investee company, MNT-Halan, issues the Halan Card
- › Drive Finance issues securitization bonds worth EGP 1.4 billion
- › GB Corp expands its Iraqi market operations through the GQ venture to distribute the leading JAC and Foton brands
- › GB Logistics inaugurates a 350,000 m² bonded warehouse in Sadat
- › Military Production and GB Corp announce the assembling and manufacturing of "Qute" in Egypt
- › GB Corp's investee company, MNT-Halan, acquires Tam Finans, a leading fintech player in Turkey
- › GB Capital acquires promoting and underwriting license from the Egyptian FRA
- › GB Auto Rental acquires approval to license the rental of transportation vehicles
- › GB Corp's Data Team receives the Bronze Award for "Best Use of Data and Customer Insights" at the CX Asia Excellence Award 2024
- › GB Corp unveils the Chery EQ7, its latest electric SUV
- › GB Corp launches the new Chery Tiggo 4 Pro, Haval h6 HEV, and Hyundai Santa Fe
- › GB launches the GB Logistics website and 24/7 hotline, providing easy access to service information, real-time shipment tracking, and 24/7 contact with the GB Logistics team
- › Drive Finance launches its very first B2C auto financing campaign, targeting a wide range of customers
- › GB Capital received FRA approval to issue sukuk through GB Capital Sukuk
- › GB Corp successfully launches its robotic process automation and virtual reality solutions that enhance efficiency and accuracy across the company's operations
- › GB Auto and MG Motor Jordan launch JV to take over the management of MG in Jordan
- › GQ Auto, GB Corp's Iraqi subsidiary, sets to expand its portfolio in the country through a strategic collaboration with FOTON Motors
- › GB Corp announces the launch of its partnership with UD Trucks
- › GB Auto introduces the Genesis brand to the Egyptian market
- › GB Auto delivers its first Shacman electric truck to Unilever
- › GB Corp is recognized during the Amwal Al Ghad and Top 50 Annual Awards Ceremony for 2024, held under the patronage of Prime Minister Mostafa Madbouly





A NOTE FROM OUR CEO

seeing signs of gradual market recovery, with challenging operating conditions, including the effect of the flotation of the Egyptian Pound, import restrictions, and limited FX availability all beginning to ease. As market conditions start to improve, we are confident that GB Auto is well-positioned to capitalize on the new opportunities that are expected to arise.

Taking a more in-depth look, all our Auto LoBs delivered solid year-on-year growth, driven by an improved product mix. At the Passenger Car LoB, GB Auto maintained its leading position in the Egyptian passenger car market, as the LoB's performance in Egypt continues to benefit from GB Auto's unmatched CKD capacity, which has helped offset the slowdown in LC issuances for CBU units. On the regional front, we continued our growth trajectory in Iraq with the introduction of JAC and Foton, building on GB Auto's success with the MG brand. In parallel, and as part of our regional expansion strategy, we have also launched GB Auto's Jordan operations through the distribution of the MG brand, in partnership with its previous distributor in the market. At the Commercial Vehicles and Construction Equipment LoB, strong results were driven by improved FX availability, the easing of import restrictions, and the ramp up of large-scale projects across Egypt. Meanwhile at the Two-, Three-, and Four-Wheelers LoB, our improved pricing strategies and higher volumes supported the LoB's performance. I am also pleased to announce that during the year, we have successfully introduced "Qute", a four-wheeler vehicle aimed at replacing the Tuk Tuk.

On the Capital front, revenues increased by 49.1% y-o-y in 2024 on the back of a significant increase in disbursements and an expansion in the segment's offerings. At GB Lease and Factoring, the company was able to deliver strong year-on-year growth on the back of a significant ramp up in our newly introduced factoring operations. Similarly, Kredit is also progressing well following its launch in 2023, with the company's portfolio

growing by 34.8% q-o-q in 4Q24, fueled by its expanded operations and comprehensive product offering. Meanwhile at MNT-Halan, the company continued to expand its ecosystem by ramping up the Halan app, with the app's growth driven by its expansive digital offering, which has enhanced customer retention rates and created valuable cross-selling opportunities. Additionally, MNT-Halan expanded into both Pakistan and Turkey during the year, following the acquisitions of a microfinance bank in Pakistan and of "Tam Finans", Turkey's leading SME lender. MNT-Halan also successfully launched its operations in the UAE during the year, with more than 100,000 active borrowers. In terms of securitizations, GB Capital for Securitization has completed 13 securitization deals in 2024, with a total bond size amounting to EGP 28.8 billion. The securitizations represent a continued demonstration of our ability to successfully conclude transactions with prime credit ratings and efficiently manage GB Capital's liquidity requirements regardless of the underlying market conditions.

Recognizing our role in promoting environmental and social sustainability, at GB Corp, we remain steadfast in our commitment to minimizing the company's carbon emissions and adopting sustainable practices across our footprint. Our efforts on that front have involved enhancing industrial efficiency, introducing green transportation options, and driving social development through the Ghabbour Foundation for Development. During the year, we continued to spearhead Egypt's presidential initiative to transition vehicles to CNG. On that front, GB Corp successfully delivered several CNG vehicles, as well as gasoline vehicles equipped with gas components, to the market during 2024. Additionally, we continue to actively work on expanding our presence in the EV market through the introduction of new models, with a number of new EV and HEV cars provided in 2024. Our strong progress on both the CNG and EV fronts is a testament to our dedication toward advocating for sustainable and green transportation solutions.

In parallel, we regularly work on incorporating environmental best practices across our industrial footprint through the adoption of renewable and alternative energy sources, with a target of having 75% of energy consumption across all our plants come from renewable energy sources by 2030. Meanwhile at the Ghabbour Foundation for

Development, we are supporting and facilitating social sustainability by providing young individuals with quality vocational education.

Looking ahead, we will continue to leverage our comprehensive product portfolio and operational excellence to overcome challenging market conditions and capitalize on emerging opportunities to drive growth across both the Auto and Capital fronts. As the business environment begins to improve, we plan to capitalize on the ongoing economic reforms and improved market sentiment to achieve sustainable growth across our diverse business segments. At GB Auto, we are committed to expanding our regional footprint by accelerating the growth of the JAC and Foton brands in Iraq and the MG brand in Jordan while also working on consolidating our position at the forefront of the Egyptian auto market. At GB Capital, we will continue to diversify our product offerings to meet the growing demand for alternative financing solutions, as well as introduce innovative solutions to the market. Overall, we remain focused on creating long-term and sustainable value for our stakeholders.

With 2024 coming to an end, I would like to extend my sincerest gratitude to our dedicated team, who have time and again allowed us to deliver on our goals and accelerated our growth, in addition to our loyal shareholders, who continue believing in our mission and desired trajectory. I would also like to thank our valued customers whose loyalty and trust have enabled us to achieve and maintain our leading market position.

Nader Ghabbour
Chief Executive Officer

OUR BUSINESS MODEL & STRATEGY

GB Corp continued to deliver consistently strong results in the face of macroeconomic challenges owing to its dynamic strategies and resilient business model.

In line with GB Corp’s strategy, the company has built up a comprehensive portfolio of automotive products, complemented by an expansive financial service offering, enabling the company to take advantage of synergistic opportunities between both segments. As part of GB Corp’s strategy, the company works toward achieving a balanced portfolio comprising various revenue streams while, simultaneously, leveraging synergies between its diverse

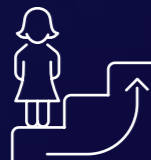
business lines. Through its portfolio, GB Corp is able to provide the market with a comprehensive range of top-quality products and services to capture the growing demand across both the automotive sector and the financial services space. On that front, GB Corp adheres to three main strategic pillars that guide all facets of its operations: digital transformation, sustainable development, and female empowerment.



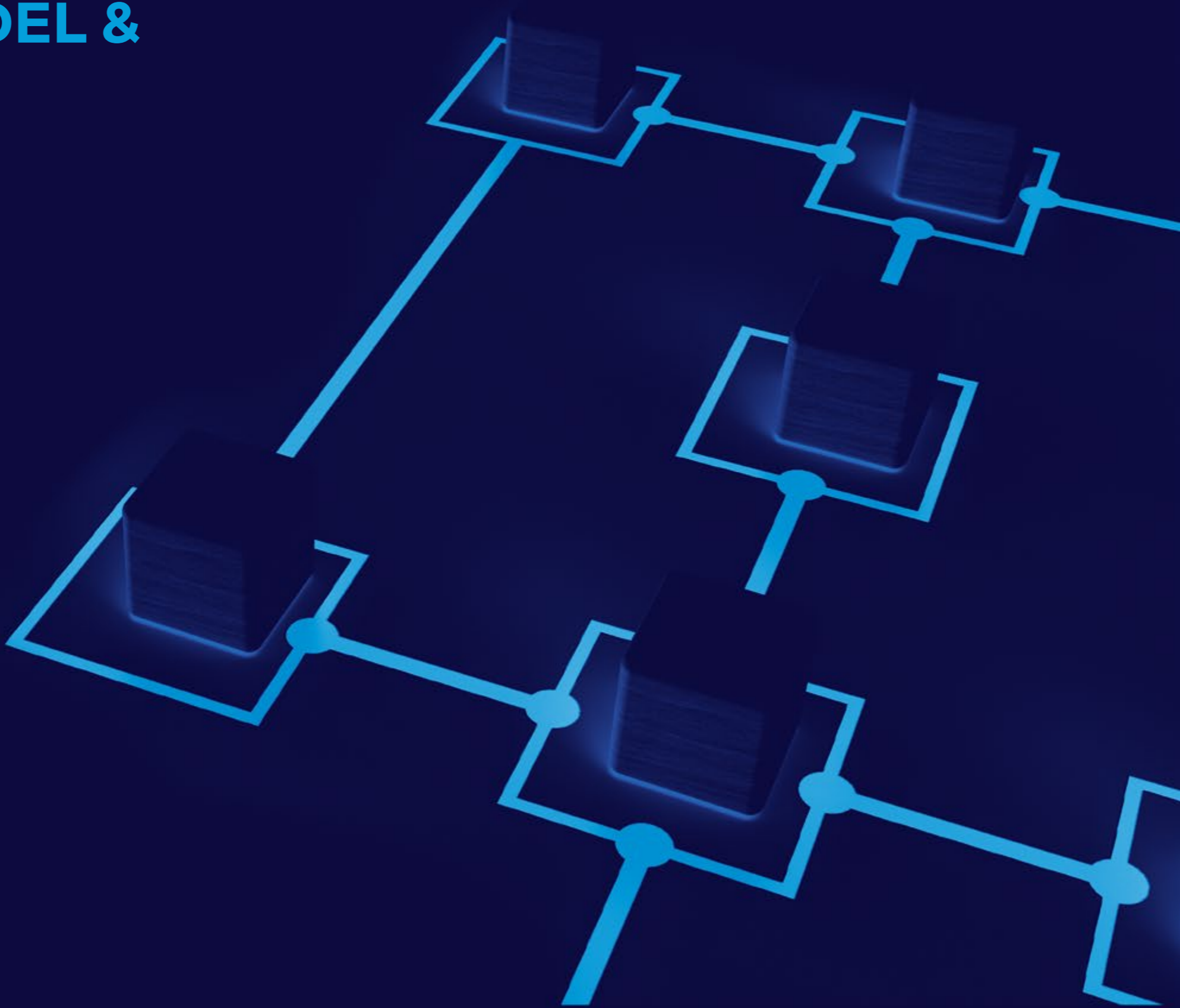
Digital
Transformation



Sustainable
Development



Female
Empowerment



Digital Transformation



An important catalyst for GB Corp's success over the past years has been the company's continuous digital transformation. In 2024, GB Corp's Digital Transformation Business Unit started taking significant strides in enhancing the company's digital capabilities. On that front, the digital transformation and automation initiatives implemented during the year have driven efficiency, accuracy, and scalability across a number of departments.

A key focus during the year was the extensive integration of robotic process automation (RPA)

capabilities across various functions within the organization. The Company has also successfully developed and implemented artificial intelligence (AI) and machine learning (ML) solutions tailored to meet GB Corp's unique business requirements, ensuring seamless alignment with the company's strategic objectives. Moving forward, as GB Corp continues to enhance its AI and RPA capabilities with the aim of reaching intelligent automations, the company remains committed to pioneering digital innovation to support sustainable business growth.

HR Department: AI-Driven Medical Assessment and an Accelerated Onboarding Process

As part of GB Corp's digital transformation efforts, the company developed an AI-powered medical evaluation system to support the HR Department in assessing the physical fitness capabilities of candidates based on medical conditions. This has streamlined the bulk-hiring process by significantly reducing processing times while maintaining a high level of accuracy.

Additionally, the HR Department started utilizing RPA, front-end engines, and optical character recognition (OCR) to automate candidate data validation, enabling the department to automatically verify and inject a candidate's data into the company's HR systems, enhancing accuracy and accelerating the onboarding process.

Finance Department: Automating the Three-Way Matching Process

With regards to the Finance Department, GB Corp's digital transformation strategy has facilitated the successful automation of the department's three-way matching process, a

critical function in financial operations. On that front, the process is now being handled by RPA solutions with greater efficiency and precision, reducing manual workload and minimizing errors.

Data Department: Enhancing Customer Data Validation

In the Data Department, the implementation and utilization of robotics for customer data validation has yielded remarkable efficiency gains, as the update and validation of customer data

is now done through automated systems. This ensures a more accurate and scalable approach to managing individual customer data while significantly reducing processing times.

Central Marketing Department: Automating Customer Satisfaction Indices

During the year, GB Corp's customer satisfaction indices (CSI) process was fully automated through robotics, ensuring that data collection, analysis, reporting, and communication is handled efficiently and with minimal human intervention.

Moving forward, the company is working on further enhancing the CSI process by expanding automation across additional tracking metrics, ensuring error-free reporting with near-zero human involvement.

Manufacturing Facilities: Robotics-Driven Parts Validation

GB Corp has also utilized digitalization and automation across the company's manufacturing operations, with robotics being deployed to enhance the validation of manufacturing parts against local and international invoices.

Furthermore, additional developments to support planning, production, and delivery processes are underway, as the company continues to work on further implementing automation across the vehicle manufacturing division.

Sustainable Development



GB Corp remains steadfast in its commitment to minimizing its carbon footprint and promoting sustainable practices across its wide footprint. As such, GB Corp's sustainability strategy is predicated on enhancing industrial efficiency and introducing green options throughout its portfolio. On the Auto front, the company has built up an extensive portfolio of electric and CNG vehicles that is constantly expanding through the addition of new and more carbon-efficient vehicles. As a result, GB Auto continues to work on delivering new CNG vehicles to the Egyptian market, with 146 CNG vehicles, as well as 572 gasoline vehicles equipped with gas components, sold during 2024. In parallel, GB Auto introduced the Chery EQ7 electric SUV to the Egyptian market and delivered its first Shacman electric truck to Unilever—a significant milestone in the company's sustainable transformation journey.

GB Corp is actively implementing best practices with regards to its industrial and manufacturing operations across its plants and facilities to preserve the environment. Those efforts include the increased adoption of renewable and alternative energy sources, with a target of 75.0% renewable energy across all plants by 2030. Additionally, GB Corp is also focused on reducing energy consumption, improving water and wastewater treatment, and enhancing resource utilization and recycling methods.

In parallel, GB Corp continues to drive social sustainability through the Ghabbour Foundation for Development, which provides youth with access to quality education, as well as supporting the industry ecosystem through the GB Academy. Additionally, GB Corp was recognized by Rotary International for its life-changing impact on underserved

communities in Egypt through its 2016 initiative, through which the company set up freshwater connections to 247 families across five villages in Beni Suef.



Female Empowerment



Another prominent pillar of GB Corp's strategy is pushing forward female empowerment across its various business lines. The company is unwavering in its commitment to gender diversity through female empowerment initiatives aimed at enhancing the gender diversity of the group's work force. GB Corp's strategic focus is empowering women through its subsidiary brands that directly impact consumers, employees, and communities. Additionally, the Ghabbour Foundation for Development holds numerous social initiatives that empower women in the automotive industry. As a result of the company's efforts, over 25.0% of GB Corp's BOD is women, and the company is looking to increase the percentage of women in its executive team to 20.0% by 2027.

To achieve this objective, GB Corp has implemented numerous programs aimed at empowering women and driving gender diversity over the past period, such as #GBforShe and tailored training programs at the GB Academy. In parallel, GB Corp has also taken significant strides in pushing for gender equality across the communities in which it operates through signing the Women's Empowerment Principle (WEP) agreement with the UN. As such, GB Corp could have a measurable impact on gender equality in the workplace, marketplace, and community. Meanwhile, the Ghabbour Foundation for Development, under the banner of Ghalya by Ghabbour, leads an initiative designed to empower and support female students in vocational schools,

focusing specifically on those studying car maintenance.

The company has also showcased its dedication to female empowerment by implementing a variety of initiatives, including supporting education, promoting professional development, and providing physical and mental health support, such as breast cancer awareness campaigns. On that front, GB Corp, in partnership with Goodyear, supported women's education by covering the cost of education for three female students for a period of three years. Additionally, the company partnered with Baheya to host a breast cancer awareness session for women that focused on providing valuable information and education. Furthermore, GB Corp, in collaboration with Volvo Trucks, introduced an initiative called Iron Women, a heavy-duty truck driving school for women, and Volvo Trucks has also partnered up with Shell to hold a campaign featuring an Egyptian woman truck-driver. Moreover, GB Ventures and Fawry Academy partnered up to introduce a fintech education program for women and offered special discounts to female business owners. In parallel, El Mikaneeky has built for itself a reputation as a safe, convenient, and fast service place for women. This was achieved by partnering with the Kattemia Ladies event to offer physical and mental health support, motherhood mentorship, and female empowerment with small businesses through small events, digital campaigns, and talks.

Women's Month Dedication

In March, GB Corp once again celebrated Women's Month, which recognizes, values, and empowers the GB Corp ladies who play an important role in nurturing an inclusive and diverse company culture, in line with GB Corp's new strategic direction that focuses on female empowerment. On that front,

GB Corp celebrated Women's Month in 2024 by hosting its "Be Yourself" workshop, led by Cherine Kallal and Sherine Ezzat, two of GB Corp's esteemed female leaders. The event marked a day of inspiration, activities, and insightful discussions that was enjoyed by all.



Group Overview

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OUR BUSINESS





GB Corp has operations spanning both the automotive and non-bank financial sectors through its two separate business segments: GB Auto and GB Capital. Despite being distinct, both segments complement each other nicely, enabling the company to deliver exceptional and comprehensive services to its clients.







GB Auto oversees the group’s core automotive business activities across Egypt, Iraq, and Jordan. The segment offers a diversified selection of products and services spanning the entire transportation needs spectrum, including passenger cars, two, three, and four-wheelers, commercial vehicles, construction equipment, after-sales services, and tires.

- 

Egypt, Iraq, and Jordan Passenger Cars and After-Sales Services
- 

Two-, Three-, & Four-Wheelers (Light Mobility)
- 

Egypt Commercial Vehicles & Construction Equipment
- 

Trading Business

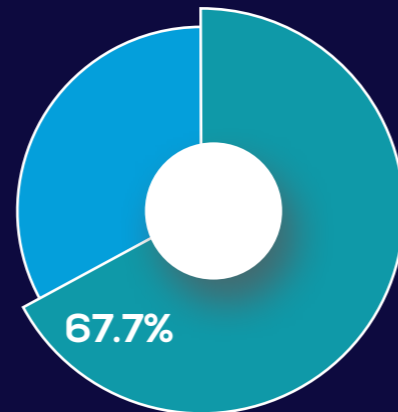


Egypt, Iraq, and Jordan Passenger Cars and After Sales

Revenue Contribution to Group 2024

■ Egypt, Iraq, and Jordan Passenger Cars
and After Sales

67.7%



EGP **36.5** bn
Revenue
(120.8% y-o-y)

42,043
Sales Volume
(55.7% y-o-y)
CBU 20,248 vs. CKD 21,795

GB Auto is the largest player in the Egyptian passenger car market in terms of sales revenue, market share, and production capacity. The company holds the exclusive license to assemble and distribute Hyundai and Chery passenger cars. The company also imports and distributes Hyundai, Chery, Mazda, Changan, and Haval passenger cars, as well as spare parts for all five brands. Through Hyundai, Chery, Mazda, Changan, and Haval, GB Auto is able to market a variety of products with a diverse range of sizes and prices.

Despite the persistence of challenging conditions in the Egyptian passenger car market during the first half of the year, characterized by import restrictions, unplanned supply chain disruptions, high inflationary pressures, and limited FX availability, GB Auto was able to leverage its diversified portfolio and dynamic strategy to deliver solid performance. Additionally, GB Auto was also able to successfully capitalize on the gradual market recovery witnessed during the second half of 2024, further supporting the company's performance for the year.

Throughout the year, GB Auto continued expanding its product suite despite the ongoing operational challenges impacting the industry. On that front, GB Auto recently launched the Hyundai Elantra AD CKD model in the Egyptian market, as the company continues to leverage its unmatched CKD capacity to mitigate the impacts of the slowdown in LC issuances for CBU units. The company also introduced the Hyundai Santa Fe and the Chery Tiggo Pro 4, as well as the Chery EQ7 EV, to the Egyptian market, further diversifying its portfolio and playing its role in supporting environmental sustainability.

At its Prima plant, GB Corp's state-of-the-art production facility, the company engages in the assembly of passenger cars using both imported CKD kits and locally sourced components. Originally established in 1994, the Prima plant underwent an extensive revamp in September 2012 through significant investments focused on expanding its production line capacity, incorporating advanced techniques, and

modernizing the assembly process with the latest technologies. Today, the plant covers approximately 58,000 m² and has an unmatched capacity of 80,000 units per year. Additionally, the facility is equipped with the latest technology, including fully automated conveyor systems, welding robots, and an ED coating paint shop, enabling GB Auto to deliver exceptional quality to its clients.

On the regional front, GB Auto continued to solidify its position as a leading automotive player in the Iraqi market, recently securing the fourth largest market share position in the Iraqi market. The company recently secured the exclusive representation of the JAC and Foton brands in the Iraqi market, a step that is expected to mitigate the ban on the import of two- and three-wheelers in the country. Additionally, GB Auto recently launched its distribution of the MG Motor brand in Jordan through a JV with MG's former distributor in the Jordanian market, as the company continues to look for opportunities to expand its regional operations.

Market Review

Overall, the market is rebounding on the back of improved macroeconomic conditions, coupled with more favorable supply levels.

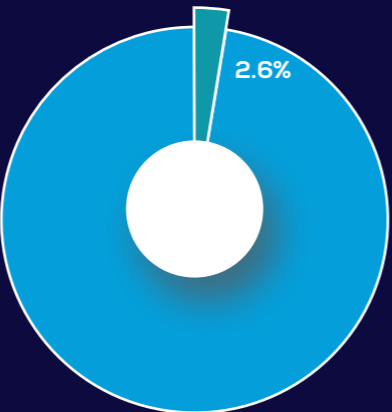
Market demand, which was negatively affected by the challenging economic conditions between 2022 and 2024, is accelerating on the back of rising income levels and stability in market pricing, leading to more favorable purchasing conditions across the different market segments, in line with expectations. Looking ahead, 2025 is expected to report strong growth rates versus 2024, subject to currency stability, forex availability, and improved regional political stability.

GB Auto's brands are well-positioned to capitalize on the improved market demand, given its diverse product portfolio, consistent marketing activities, and growing distribution network, in addition to the company's consistent new product launches.

Two-, Three-, Four-Wheelers (Light Mobility)

Revenue Contribution to Group 2024

■ Two-, Three-, & Four-Wheelers 2.6%



EGP **1.4** bn
Revenue
(61.3% y-o-y)

20,189
Sales Volume
(48.3% y-o-y)

GB Auto is Egypt’s exclusive assembler and distributor of motorcycles and three-wheelers from Bajaj, a world-renowned motorcycle manufacturer and the world’s largest producer of three-wheelers. GB Auto imports CKD units from the Indian manufacturer and undertakes the assembly process at its Badr manufacturing plant located in the Sixth of October City Industrial zone. It is worth highlighting that in 2022, the Badr assembling facility was certified by the IATF International Automotive Standard through a collaboration with Near East Services, a major accomplishment for both the facility and GB Corp.

Since it first began importing and selling three-wheelers in Egypt in 1999, the company has been the country’s market leader for the popular vehicles. However, due to regulatory changes that limited the import of three-wheelers, the company completely phased out its three-wheeler inventory and started working with the government on introducing a suitable replacement in this segment. On that front, the company has introduced a new light vehicle under the name “Qute”, which is being produced in partnership with Bajaj Auto Limited and in cooperation with the Ministry of Military

Production. In parallel, the recently introduced new Lifan-branded tricycle product continues to gain significant traction in the market.

Bajaj’s motorcycles models continue to capture significant demand in the Egyptian market as a result of the brand’s quality, reliability, and fuel efficiency, positioning it as one of the market’s leading motorcycle brands. Recently, GB Corp announced that the two- and three-wheeler’s manufacturing team was selected out of 12 participating countries to receive the 1st and 4th ranks in the Kaizen award, organized by Bajaj Auto Limited India for their international distributors.

Market Review

The prevailing market conditions remain difficult due to the continued restriction on the import of three-wheelers, in addition to limited FX availability and the slowdown in LC issuances during the first half of the year, which have impacted motorcycle inventories. However, improved pricing strategies and higher volumes have enabled the company to mitigate those difficulties. Additionally, the gradual recovery witnessed during the later part of 2024 has supported the LoBs’ performance for the year.

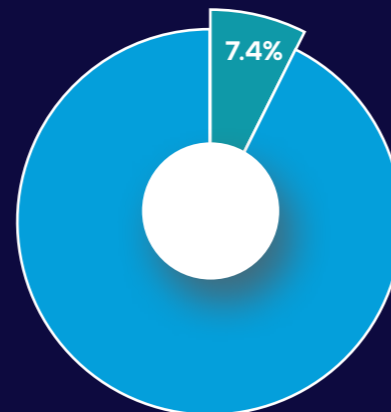


Egypt Commercial Vehicles & Construction Equipment

Revenue Contribution to Group 2024

■ Egypt Commercial Vehicles & Construction Equipment

7.4%



FUSO

VOLVO

EICHER

YTO

JMC

HIGER

FOTON

SHACMAN

SDLG

UD TRUCKS



EGP **4.0** bn
Revenue
(71.5% y-o-y)

800
Bus sales volume
(13.2% y-o-y)

1,260
Truck sales volume
(-16.6% y-o-y)

17
Trailer Sales Volume
(88.9% y-o-y)

19
Construction Equipment
Sales Volume
(-59.6% y-o-y)

GB Auto's Commercial Vehicles and Construction Equipment (CV&CE) LoB distributes imported and locally assembled buses, trucks, trailers, and construction equipment in Egypt and the Middle East. The division assembles Fuso Minibuses and Volvo buses, as well as Fuso trucks, at plants in Sadat and Suez, where the company's GB Bus factory is located. It also distributes Volvo heavy trucks and Volvo Construction Equipment in Egypt.

The bus division offers the full spectrum of transportation solutions, ranging from seven-seat minibuses to maxi buses boasting a capacity of 55 seats. Moreover, the segment is involved in bus manufacturing through GB Bus, 100% owned by GB Corp since 2023, which operates a 285,000 m² bus-body manufacturing facility targeting local and export markets, with an unmatched capacity of 5,000 units per year. On that front, after launching the export operations of Fuso and Volvo buses to the Middle East and Africa, the company is exploring export opportunities to expand its presence across the region.

GB Auto offers a diverse portfolio and unmatched manufacturing capabilities when it comes to its commercial vehicle line, which encompasses light, medium, and heavy-duty trucks tailored for contractors, fleet operators, large industrial entities, and government agencies in Egypt. It is worth highlighting that GB Corp is the exclusive agent for all Volvo products in Egypt. Through this exclusive agency, in March 2022, GB Corp introduced three new models, namely Volvo FH,

Volvo FM, and Volvo FMX, which are characterized by their fuel efficiency, cutting-edge technical features, and their contribution to bolstering the heavy-duty truck market in Egypt. Additionally, GB Auto delivered its first Shacman electric light truck to Unilever in 2024, marking a significant milestone in the company's journey toward sustainable transportation.

Meanwhile, GB Auto's Construction Equipment business unit includes earth moving equipment, road machinery, and power generators distributed in Egypt under distribution agreements with Volvo Construction, SDLG, and AKSA. The company markets its heavy-duty equipment line to public and governmental customers, as well as to private sector companies. Additionally, GB Auto continues to explore options for expanding this segment into other key regional markets.

Market Review

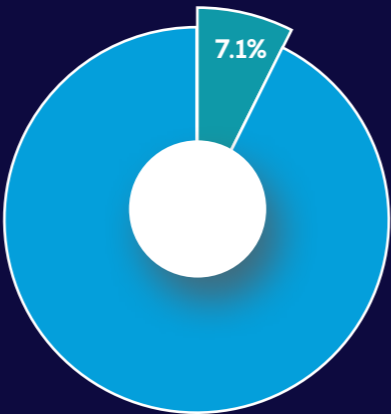
The prevailing market conditions remain difficult due to the continued restriction on the import of trucks and construction equipment, in addition to limited FX availability and the slowdown in LC issuances during the first half of the year, which have impacted truck and bus inventories. However, improved pricing strategies and additional export volumes have enabled the company to mitigate those difficulties. Additionally, the gradual recovery witnessed during the later part of 2024 has supported the LoBs' performance for the year.

Trading Business

Revenue Contribution to Group 2024

Trading Business 7.1%

EGP **3.8** bn
Revenue
(52.2% y-o-y)



GB Auto has been among Egypt’s leading tire distributors for over 50 years, and the company continues to successfully consolidate its position at the forefront of the Egyptian market. On that front, GB Auto distributes a range of leading tire brands for cars, vans, construction equipment, light trucks, and buses, including Yokohama, Lassa, Double Coin, Verde, Techking, Goodyear, Thunderer, Magna, MRF, and Sunfull.

Market Review

The Tires business unit is an increasingly important contributor to GB Auto’s revenue and profitability streams through increased sales volume, as well as sustained foreign currency sales. During the year, the segment witnessed strong results on the back of the improved supply conditions in Egypt, in addition to the healthy demand for GB Auto’s range of brands.



Startups

As part of GB Corp’s overarching strategy of continuously expanding its product suite in the automotive sector, the company has conducted strategic investments across a number of startups that complement its diversified portfolio.

Some of the startups that GB Corp has invested in include:

	Fabrika is GB Corp’s pre-owned vehicle division that provides consumers with a wide selection of used cars from all manufacturers, in addition to trade-in offers at GB Corp showrooms.
	El Mikaneeky is a trusted professional car servicing company that provides affordable solutions to the entire car market.
	GB Ventures is an entity that brings together the automotive and financial know-how of GB Corp to empower Egyptian startups.
	GB Logistics is an Integrated Service Provider (ISP) specialized in the provision of high-quality logistics services to customers in Egypt and worldwide. GB Logistics delivers an exceptional full-service logistic solution that adds value to its valued partners.
	Transport Vehicles Distribution (TVD) is a commercial vehicle distribution company set up for the distribution of JMC-branded vehicles.



Established as GB Corp’s full-fledged financial arm that serves its core business while competing with other NBFS providers, GB Capital is driven by a concrete vision and mission of establishing a well-diversified and synergistic portfolio of non-banking financial services that align with GB Corp’s strategic objectives. With six majority owned and three minority owned subsidiaries, GB Capital has built up an extensive product portfolio that caters to the growing demand for alternative financing solutions.

Today, GB Capital provides corporate and individual clients with a diverse range of innovative lending solutions tailored to their specific needs through its

diverse LoBs. Additionally, the introduction of GB Capital’s SME-lending arm, Kredit, came as part of GB Corp’s overarching strategy of diversifying its portfolio and expanding its product offering in the NBFS sector.

GB Capital achieved robust growth in 2024, driven by the company’s diverse portfolio that caters to a wide customer base, and was further supported by the gradual market recovery witnessed during the second half of the year. Looking ahead, GB Capital remains steadfast in its commitment to taking advantage of the rising demand for alternative financing solutions to further expand its product suite and drive sustainable growth.

Leasing & Factoring

Consumer Finance

Fintech

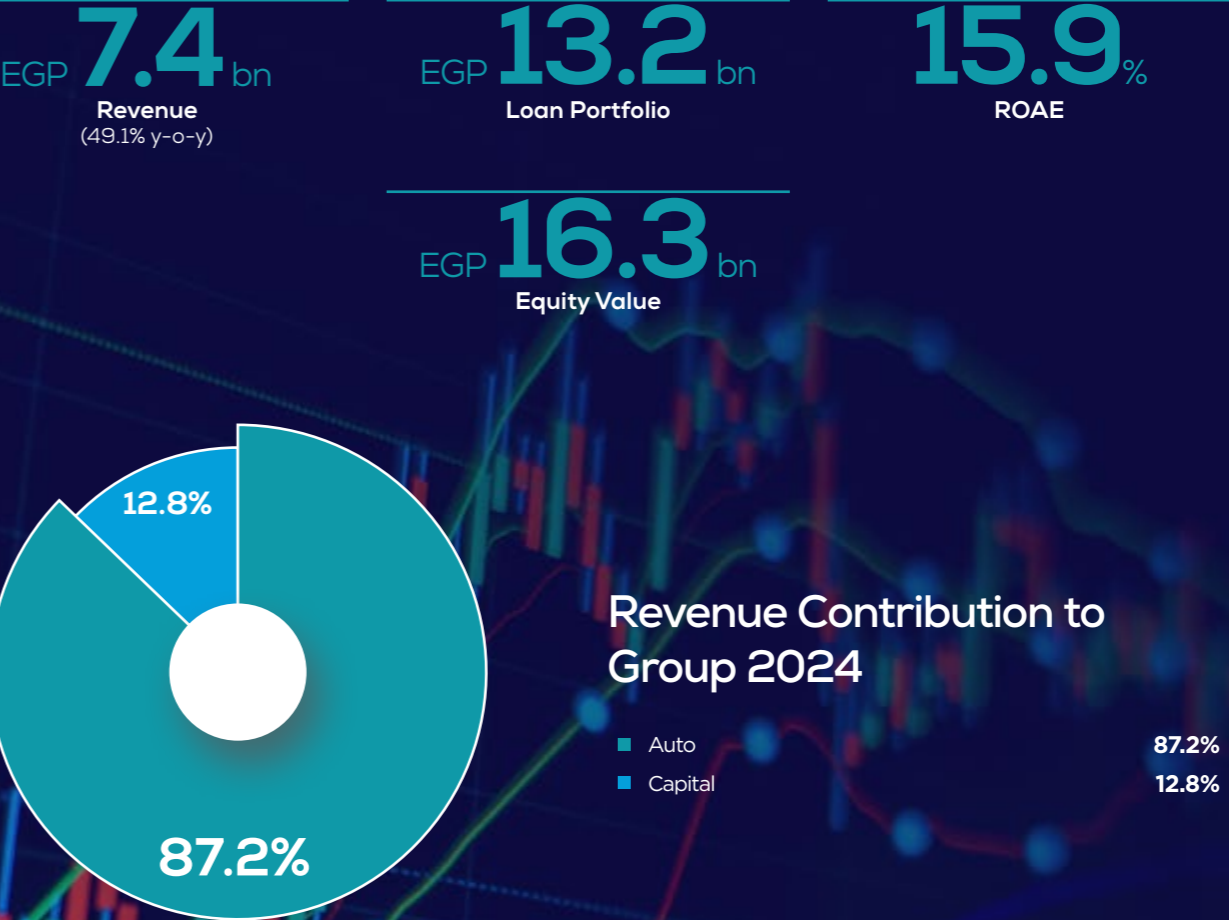
Mortgage

Insurance

SME Lending

Fleet Leasing & Auto Rental

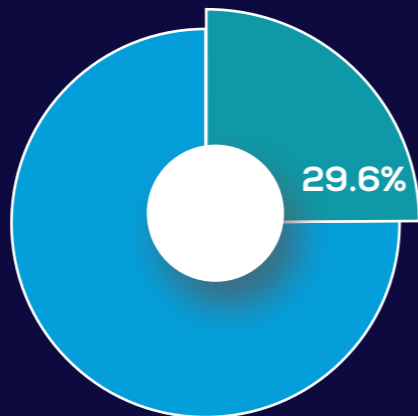
Securitization



Leasing

Revenue Contribution to GB Capital Group 2024

■ Leasing 29.6%



EGP **2.2** bn
Revenue
(82..9% y-o-y)

EGP **5.3** bn
On-Book Portfolio
(21.5% y-o-y)



The establishment of GB Lease and Factoring in 2008 marked the group’s initial venture into the NBFi space, an important milestone for GB Capital. After an initial focus on providing finance for GB Auto’s commercial vehicles and corporate fleet clients, the company has since expanded its services and, today, it caters to a wide range of clients, including both local corporates and multinationals.

As part of GB Capital’s overarching strategy to broaden its product offering and diversify revenue streams, GB Lease and Factoring obtained its factoring license from the Egyptian FRA in 2023 and started its factoring operations. Additionally, this year, GB Lease and Factoring has taken significant strides in streamlining its operations with the aim of establishing a solid base for growth over the coming period.



GB Auto Rental serves as GB Capital’s auto rental and operational lease arm. Despite the high level of market competition, GB Auto Rental was able to successfully maintain its growth trajectory and secure considerable market share, solidifying its position as the leading fleet leasing company in Egypt with a fleet of over 2,000 owned vehicles.

The company offers a wide selection of services, such as acquisition, registration, vehicle maintenance, and insurance covering third-party damage and passengers. This all-encompassing service offering has empowered GB Auto Rental to establish a large client base, including multinationals, financial institutions, and various private sector companies.

in a total of around 434 units delivered and generating strong revenue growth in 2024. Looking ahead, the company is well-positioned to deliver impressive growth over the coming period on the back of its solid pipeline currently in the works. In 4Q24, GB Auto Rental launched its new online booking engine, marking a significant milestone for the company. This digital platform enhances customer experience by offering a seamless and efficient booking process. Additionally, the company recently received official approval from the Ministry of Transport and subsequently established GB Bus Rental to offer leasing services for buses, trucks of various sizes, and industrial equipment. In its first year of operation, GB Bus Rental secured contracts for a total of 165 buses, representing a significant expansion beyond its existing business activities.

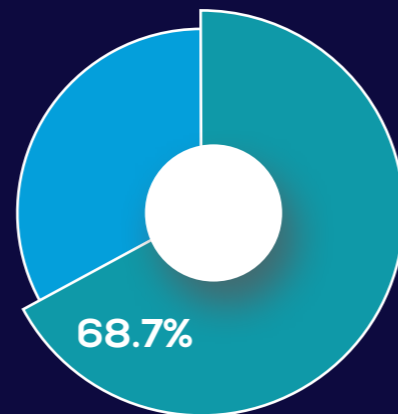
During the year, GB Auto Rental continued to grow its fleet by securing new vehicle contracts, resulting



Consumer Finance

Revenue Contribution to GB Capital Group 2024

■ Consumer Finance 68.7%



EGP **5.1** bn
Revenue
(35.4% y-o-y)

EGP **6.5** bn
Portfolio
(73.7% y-o-y)

DRIVE FINANCE

Drive Finance provides wide-ranging factoring and car loan services, in addition to a diverse selection of financial solutions catering to both individuals and institutions. Drive has achieved significant market penetration since its inception, establishing a solid presence in the highly competitive automotive financing sector. Through its comprehensive product offerings, large client base, and strategic partnerships with renowned brands, the Company focuses on providing medium-term tenors with an emphasis on risk diversification.

Drive achieved strong year-on-year growth driven by higher car prices and enhanced penetration in the car segment market, allowing the company's portfolio to expand despite lower car volumes in the market. The continued diversification of drive's revenue streams through improved market penetration in the used cars segment and an expanded presence in the new passenger cars space has enabled Drive to successfully increase its market share in 2024. Additionally, and in

line with the company's diversification efforts, in 2024 Drive Finance, alongside GB Capital Marketing, launched Drive's very first B2C auto financing campaign targeting a wide range of customers. The campaign positions Drive Finance as the go-to brand for a variety of car financing options, including used and new cars, motorcycles, trucks, and luxury vehicles. As a result, while the passenger car market contracted by 18% y-o-y during the year, Drive's 2024 sales volumes rose by +70% which contributed to +20% of the Auto loan market share as per FRA Consumer Finance activities annual report. In parallel, during the year Drive completed its fifth bond securitized offering worth EGP 1.4 billion, showcasing the company's ability to successfully execute transactions. It is worth highlighting that in addition to financing GB Corp's passenger cars, as well as the agreements with key independent dealers within the Company's network, the company's FRA-regulated financial solutions are offered to a variety of SMEs and consumers that are unrelated to GB Corp.

FORSA

Unlock your chances

Forsa, Drive's digital mobile app, reported impressive growth during the period as the company continued to expand its merchant network, which has now reached more than 1,450 merchants across over 7,000 stores. Forsa's strong growth was further supported by its collaboration with new brands and the expansion of its product offering. The introduction of new financing options for large ticket items, such as club memberships, tuition fees, and home finishing products in 2023 was a main driver for the company's continued success over the past period.

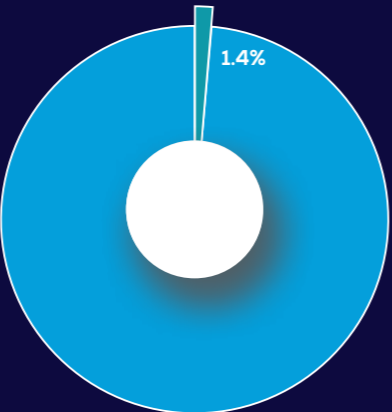
The enhancement of its asset quality by shifting towards large ticket items and by upgrading its credit scoring algorithm continues to be a main priority for Forsa in order to maximize client satisfaction. Additionally, the company recently launched the Forsa Elite program with the aim of expanding its portfolio while maintaining its quality and minimizing its NPLs.

SME Lending

Revenue Contribution to GB Capital Group 2024

■ SME-Lending

1.4%



EGP 102.4 mn Revenue (1,078.8% y-o-y)	EGP 473 mn Disbursements (220% y-o-y)	EGP 0.5 bn Loan Portfolio (292.9% y-o-y)
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Kredit is an innovative SME-lending institution, authorized by the Egyptian FRA, launched in 2023 with a focus on addressing tailored financial requirements of SMEs in Egypt. Kredit delivers tailored loan solutions coupled with a simplified approval procedure to empower its clients, prioritizing accessibility, dependability and transparency. Kredit ended its first full year of operation with strong results as it continued to ramp up operations. On that front, the company’s portfolio expanded by 33% q-o-q and 289% y-o-y in 4Q24 as disbursements rose and credit facilities increased.

Throughout the year, Kredit was able to secure EGP 575 million in credit facilities with EGP 473 million disbursed and an additional EGP 250 million in the pipeline, as the company continued to gain significant traction in the market. Worth highlighting that the company has embraced a transformational approach through automating its internal operations, allowing it to efficiently process requests.



Fintech

8_{mn}
Clients Served

+USD 1.1_{bn}
Total Loans Disbursed Since
Inception

+USD 100_{mn}
Average Monthly Throughput



MNT-Halan has established itself as Egypt’s largest and fastest-growing non-bank lender targeting the country’s unbanked population. By leveraging its cutting-edge technology and data-driven solutions, the company is spearheading the digitalization of traditional banking services. MNT-Halan continued its strong growth trajectory across all its digital products, with its loan book exceeding the USD 1.1 billion by end of FY2024. The company’s regional operations also performed strongly, with monthly disbursements in Turkey reaching an all-time high in USD terms and continued its expansion in Pakistan. MNT-Halan has successfully launched its operations in the UAE in 2H24 with more than 100k active borrowers. By utilizing a comprehensive platform covering digital lending, payments, e-commerce, and

consumer finance services, MNT-Halan facilitates the customer’s everyday financial needs in one app. Over the past year, MNT-Halan achieved solid growth in its loan book size and disbursements on the back of its strategic focus on delivering diverse financial services, further solidifying its leading position in the market. Additionally, the company is exploring additional securitizations and sukuk offerings to fuel future growth.

Mortgage & Insurance



Bedaya is a mortgage finance provider formed as a JV between GB Capital, Talaat Moustafa Group, and EFG Hermes. Bedaya provides long-term and competitive financial solutions for new move-in homes, with the aim of enhancing home affordability for Egypt’s growing population. Bedaya witnessed impressive growth in 2024 and was ranked third in its market segment during the year. Additionally, Bedaya offers support to individuals looking to acquiring residential, commercial, and administrative properties in Egypt.

Bedaya focuses on creating tailored mortgage solutions, ensuring that individual customer needs are met. The company also prioritizes the continuous enhancement of the efficiency of its loan process to deliver prompt turnaround times and exceptional customer service. To that end, Bedaya invests in empowering its workforce with the necessary tools, knowledge, and support that enables them to provide an unmatched service quality.

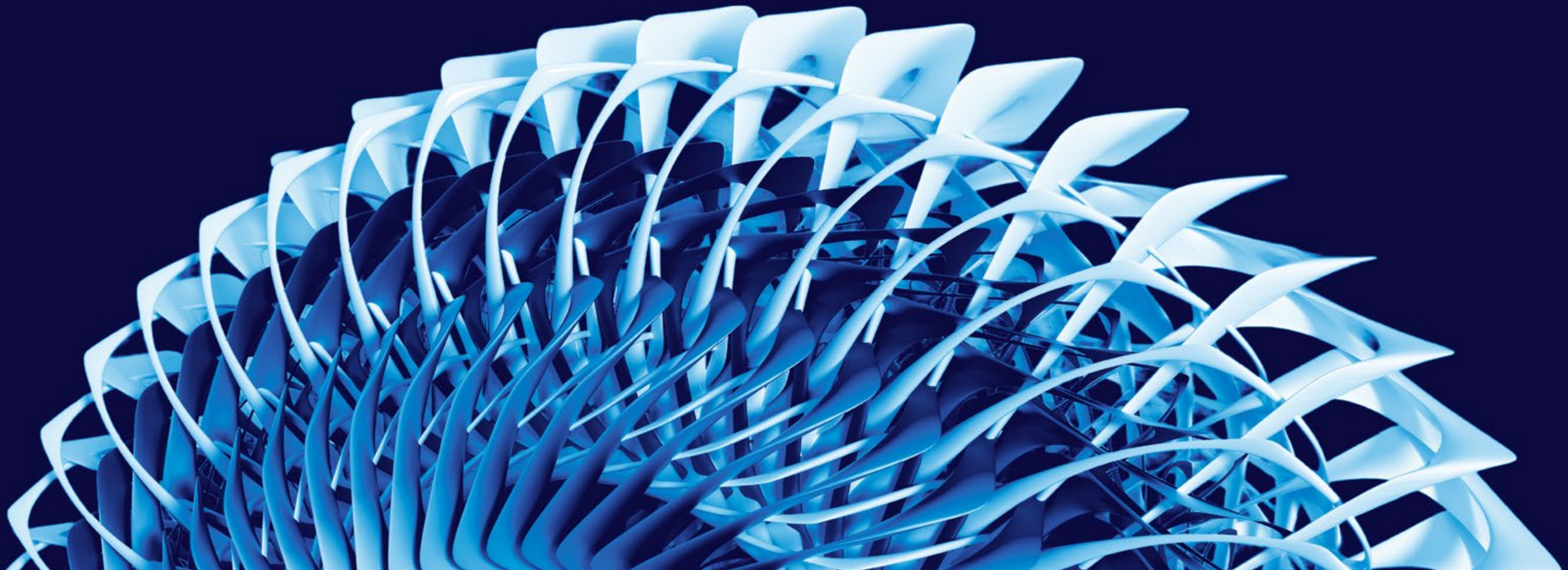


Kaf is a life insurance company that was acquired by GB Corp and EFG Hermes to capitalize on the rising demand for insurance services in Egypt, and it is licensed to offer life, savings, and health insurance products. Through innovative life and medical insurance solutions, the company is able to provide customers with a comprehensive product suite.

Over the previous year, Kaf continuously worked on securing partnerships with leading asset managers to introduce numerous innovative solutions and fill clear market gaps. This has been pivotal in supporting the company’s performance during 2024, as Kaf has started penetrating the largely untapped retail and savings insurance space.

OUR PERFORMANCE

GB Corp achieved solid results in 2024 on the back of its resilient business model and dynamic strategies. On that front, both the Auto and Capital segments managed to navigate challenging market conditions during the first half of the year, and they successfully capitalized on the gradual market recovery witnessed during the latter half of 2024.



Consolidated GB Corp Performance

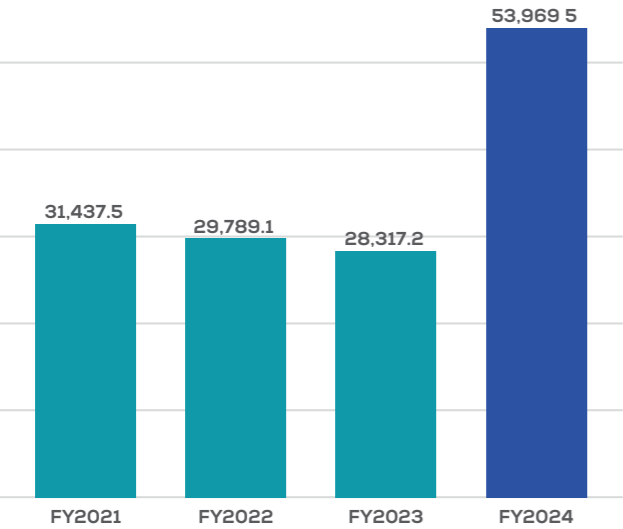
GB Corp continued to leverage its resilient business model and diverse product suite, successfully navigating challenging operating conditions in the first half of 2024, as well as capitalizing on the gradual market recovery witnessed during the second half of the year

to record impressive results. In 2024, GB Corp achieved revenues of EGP 53,969.5 million, representing a 90.6% y-o-y increase. Similarly, net profit expanded by 54.8% y-o-y to EGP 2,928.1 million on the back of strong profitability across both the Auto and Capital segments.

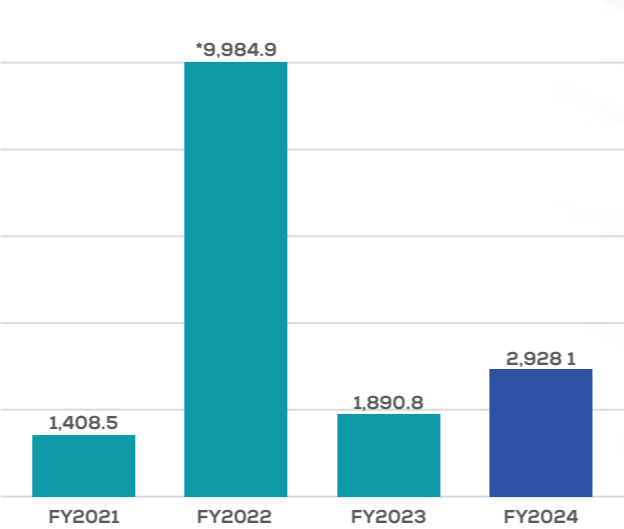
Summary Income Statement

EGP MN	2023	2024	Change
Revenue	28,317.2	53,969.5	90.6%
Gross Profit	6,884.3	10,514.6	52.7%
% Margin	24.3%	19.5%	(4.8)
EBIT	4,769.5	6,688.5	40.2%
% Margin	16.8%	12.4%	(4.4)
Net Profit	1,890.8	2,928.1	54.8%
% Margin	6.7%	5.4%	(1.3)

Consolidated Revenue Progression
(all figures in EGP million)



Consolidated Net Profit Progression
(all figures in EGP million)



*Includes one off capital gain transaction amounting to EGP 8.2bn generated from the sale of 7.5% MNT BV stake



In 2024, GB Auto achieved revenues of EGP 47,065.0 million, a twofold year-on-year increase on the back of enhanced pricing strategies and an improved product mix. On that front, the segment witnessed strong growth across all of its LoBs during the year, allowing the segment to maintain healthy margins. On the profitability front, net profit nearly tripled year-on-year to EGP 1,932.8 million, largely supported by the strong top-line increase witnessed during the year.

On an LoB level, all of GB Auto's segments recorded solid year-on-year growth in 2024, successfully overcoming the prevalent challenging conditions and capitalizing on the gradual recovery witnessed during the second half of the year. More specifically, the Passenger Car LoB's performance in Egypt was supported by a shift to CKD models and a refined pricing strategy that helped navigate challenging market condition. Similarly, revenue growth at the Trading business was driven by a strong demand for the LoB's diverse offerings in both the Ready Parts and Tires segments. Meanwhile, the Commercial Vehicles and Construction Equipment LoB's results came on the back of improved FX availability, the easing of import restrictions, and the ramp up of large-scale projects. Finally, the Two-, Three-, and

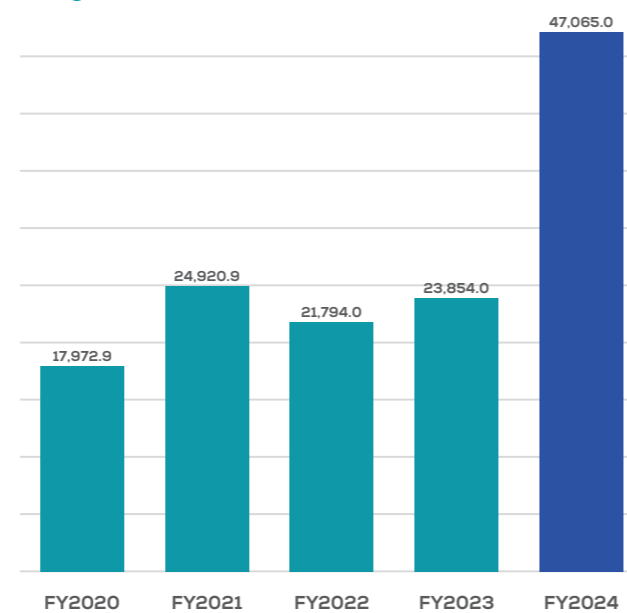
Breakdown of Revenue by Line of Business

EGP MN	2023	2024	Change
Passenger Cars	16,544.3	36,533.4	-
Egypt Commercial Vehicles & Construction Equipment	2,323.0	3,984.5	71.5%
Two-, Three-, & Four-Wheelers	854.2	1,378.2	61.3%
Trading Business	2,506.8	3,815.5	52.2%

In 2024, GB Auto's EBITDA stood at EGP 5,880.5 million, reflecting a 55.0% y-o-y increase and generating an associated margin of 12.5%. EBITDA growth came on the back of the strong top-line expansion witnessed during the year, which was driven by an improved product mix.

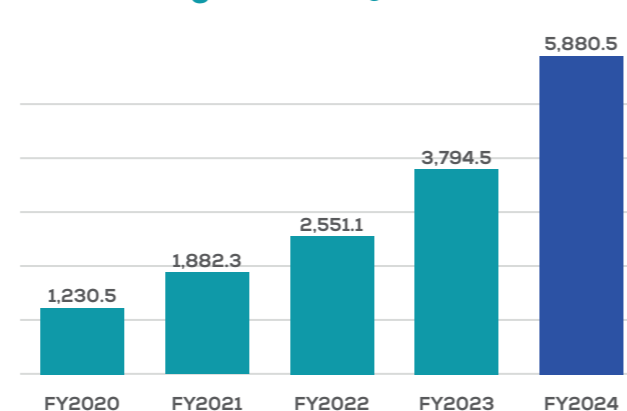
Four-Wheelers LoB has recovered from the impact of the phasing-out of three-wheelers in Egypt, delivering solid growth driven by improved pricing strategies and higher volumes.

Consolidated Revenue Progression* (all figures in EGP million)



* Revenue figures do not include MNT-Halan figures

EBITDA Progression (all figures in EGP million)



Strong demand for GB Auto's portfolio and the efficient management of working capital continued to support performance in 4Q24 amid shifting market dynamics. Inventory levels and receivables have been optimized, while payables are extended due to import restrictions and limited FX availability prevalent at the beginning of the year.

Development of Working Capital for GB Auto

EGP MN	4Q23	1Q24	2Q24	3Q24	4Q24
Inventory	6,366.1	10,459.3	13,069.1	14,681.3	21,134.3
Receivables	1,743.5	2,201.1	3,390.9	3,514.1	3,708.7
Advances	913.6	1,204.4	1,867.4	2,215.0	1,583.0
Debtors & Other Debit Balances	1,547.9	2,192.2	2,849.7	3,679.8	3,258.5
Payables	6,104.7	9,665.7	12,993.9	15,028.6	18,900.5
Working Capital	4,466.3	6,391.2	8,183.1	9,061.6	10,783.9

It is worth noting that the increase in inventory was a result of growing demand for passenger cars in Egypt and regional markets.

Net debt for GB Auto has maintained a healthy position despite the quarter-on-quarter increase attributable to higher working capital needs.

Development of Net Debt for GB Auto

EGP MN	4Q23	1Q24	2Q24	3Q24	4Q24
Total Debt	5,788.8	7,633.2	10,496.7	11,308.2	12,119.3
Notes Payable (Due to leasing)	1,030.6	908.5	841.7	792.9	752.7
Cash	3,446.1	5,636.2	6,051.0	6,501.6	6,580.5
Due to Related Parties - Inter Segment	-	38.8	0.7	94.1	4.6
Due from Related Parties - Inter Segment	451.5	663.4	605.3	681.5	1,004.1
Net Debt	2,921.8	2,281.0	4,682.9	5,012.1	5,292.0



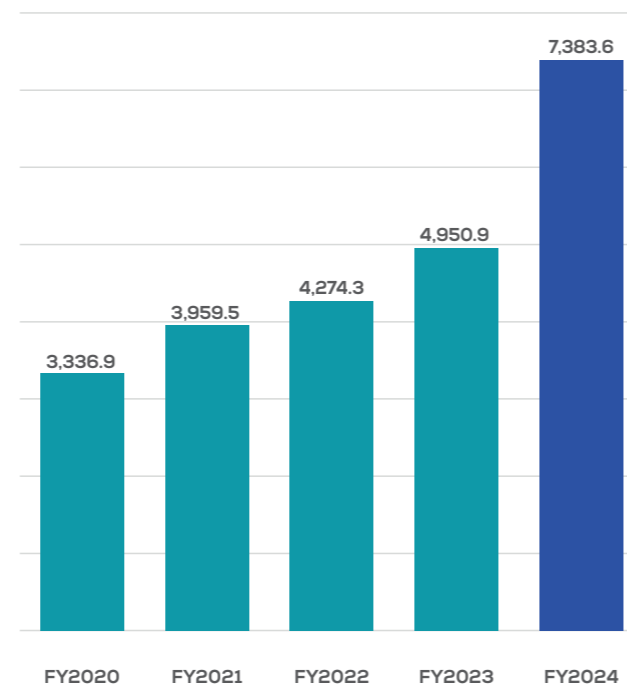
In 2024, GB Capital achieved strong growth, showcasing the resilience of its portfolio in the face of economic headwinds affecting the NBFS sector. The segment's performance was largely driven by a significant increase in disbursements, coupled with an expansion in its offerings. Throughout the year, GB Capital continued to hedge its exposure to fluctuations in interest rates through a number of securitizations and corporate bond issuance across several of its LoBs. This helped alleviate the impact of the prevalent challenging market conditions, as well as fuel GB Capital's ambitious growth plans and help diversify funding sources. To that end, GB Capital is continuously scanning the market for opportunities to diversify its portfolio and expand into new markets.

GB Capital's diverse suite of financial services leverages existing synergies with GB Auto and caters to the growing demand for alternative financing solutions through comprehensive financial services. In 2024, GB Capital's revenues increased by 49.1% y-o-y to EGP 7,383.6 million, contributing 12.8% to GB Corp's total consolidated revenues. In parallel, net profit shrank by 9.6% y-o-y record EGP 1,091.5, as the company's results were impacted by higher interest rates.

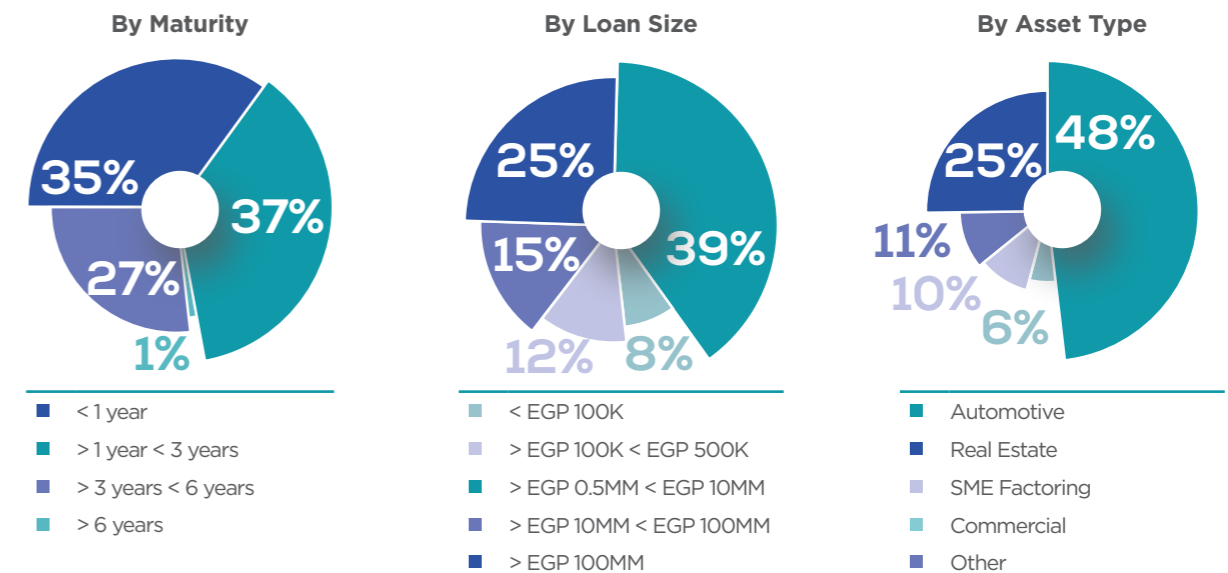
Breakdown of Revenue by Company

EGP MN	2023	2024	Change
GB Capital	0.3	13.4	-
GB Lease	971.7	1,830.2	88.4%
Drive	3,745.6	5,070.3	35.4%
GB Auto Rental	221.7	352.7	59.1%
Capital Securitization	2.9	9.6	-
Kredit	8.7	102.4	-

GB Capital Revenue Progression (all figures in EGP million)



GB Capital Portfolio Breakdown (as of 31 December 2024)



Supplementary Financial Information – GB Capital (Excluding MNT-Halan)

	FY23	9M24	FY24
Net Portfolio Assets	8,980.5	12,637.6	13,183.4
Debt / Equity	0.43x	0.60x	0.64x
Equity / Loan Portfolio	174.3%	125.7%	124.0%
Annualized Return on Average Equity (ROAE)*	20.8%	12.3%	15.9%
Annualized ROAA [Annualized the period EBIT pre-funding costs after tax / average assets of period]	11.4%	11.5%	13.1%
Annualized net interest margin (%) [(interest income - interest expense) for the last quarter X 4 / average portfolio size for the quarter]	6.6%	10.0%	10.6%
Provision for Portfolio:			
Provision (BS) / Loan portfolio %	3.29%	2.03%	1.76%
Provision (BS) / NPL % (Coverage ratio)	108%	95%	85%
NPL / Loan portfolio %	3.05%	2.13%	2.07%

* Annualized ROAE figures have been adjusted to exclude the high equity base due to the revaluation of deconsolidating MNT-Halan.

SHARE PERFORMANCE AND INFORMATION

GB Corp Shareholding Structure

GB Corp has been publicly listed since 2007 and trades as GBCO.CA on the Egyptian Exchange (EGX). As at 31 December 2024, the company had 1,085,500,000 listed shares with a market capitalization of c.EGP 18.6 billion. At year-end 2024, GB Corp had 10,221 shareholders, of which 211 were corporate investors and the remaining 10,010 were individuals. The company has 57 shareholders who own a million or more GB Corp shares, representing 94.5% of the issued shares. The following tables provide an overview of GB Corp's shareholders:

GB Corp shareholders according to nature of shareholder (free float)

Investor Type	Number of Shareholders	Number of Shares	Percentage of Ownership
Corporate	211	1,039,389,476	95.7%
Individuals	10,010	46,110,224	4.3%

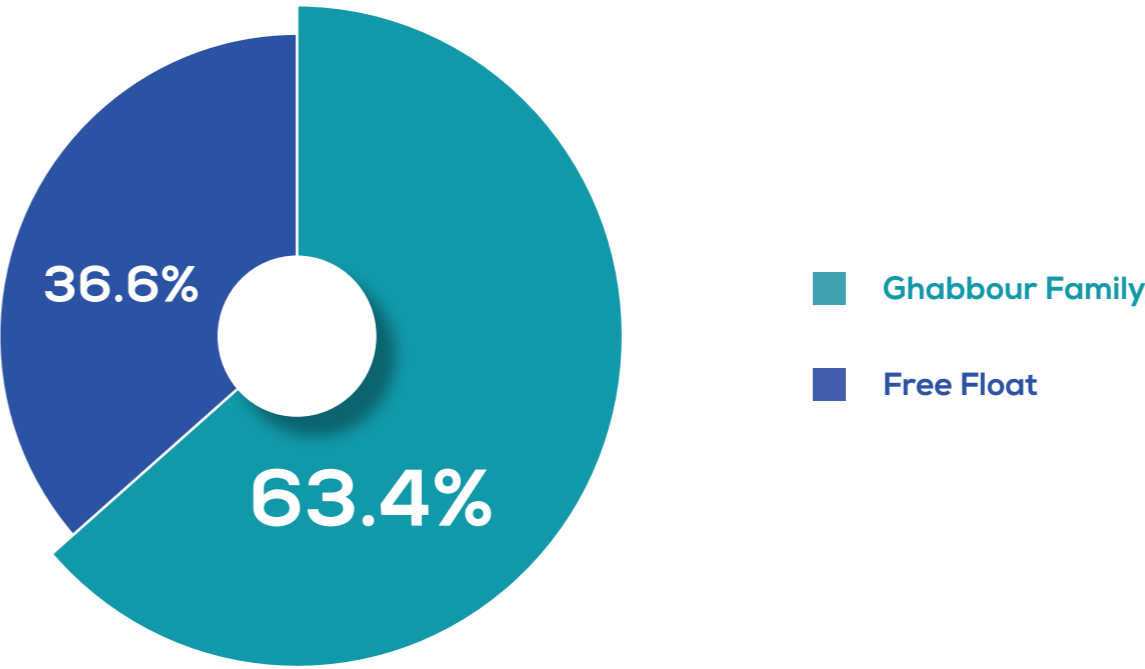
GB Corp shareholders according to nationality (free float)

Investor Type	Number of Shareholders	Number of Shares	Percentage of Ownership
EU	13	738,481,308	68.0%
Egypt	10,086	178,668,539	16.5%
US	9	103,691,900	9.6%
Saudi Arabia	66	62,409,384	5.7%
Rest of World	45	1,892,276	0.2%
UK	2	356,293	0.03%

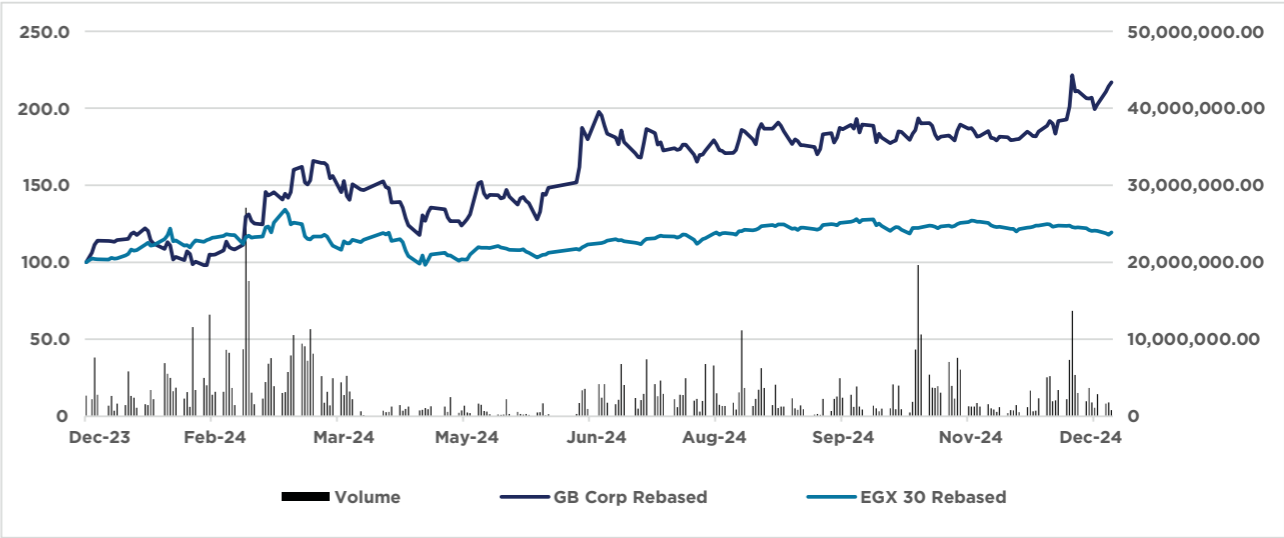
GB Corp shareholders according to size of ownership

Investor Type	Number of Shareholders	Percentage Ownership
More than 10 million	6	82.1%
From 1 million to 10 million	51	12.3%
From 100,000 to 1 million	138	4.2%
Less than 100,000	10,026	1.3%

GB Corp shareholding structure (as at 31 December 2024)

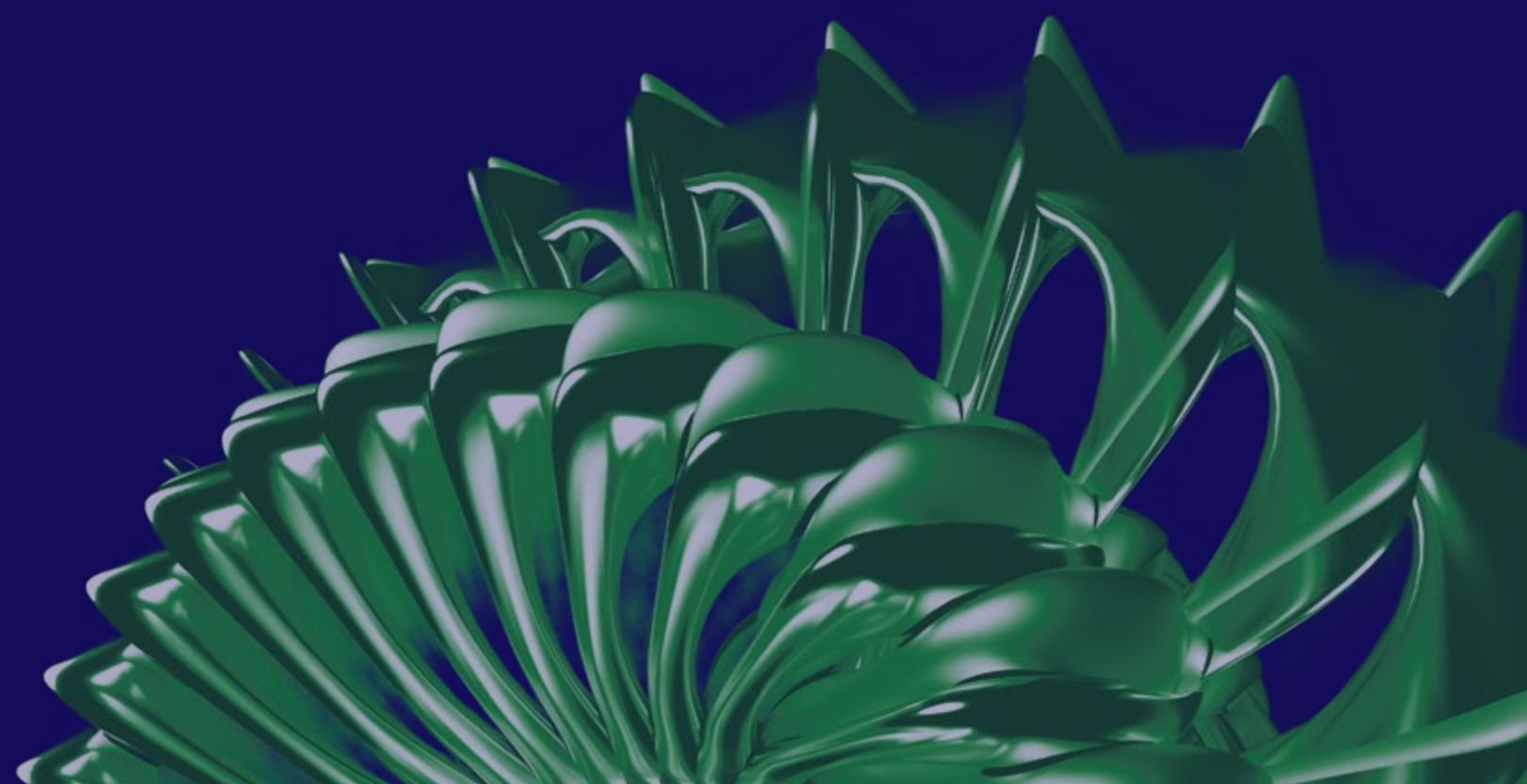


GB Corp Share Price FY2024 vs. EGX 30





Environmental, Social, and Governance

-
- 74 Environmental Sustainability
 - 78 Corporate Social Responsibility
 - 90 Corporate Governance
 - 98 Our People
- 

Environmental Sustainability

GB Corp’s overarching strategy integrates sustainable development as a fundamental part of the company’s business model. As part and parcel of its long-term success, GB Corp recognizes the importance of sustainable industrial and manufacturing practices that prioritize environmental protection and the well-being of the communities in which it operates. Accordingly, GB Corp actively implements international best practices across all operations and consistently looks for opportunities to reduce its environmental footprint.

To that end, GB Corp’s sustainability policy comprises waste treatment initiatives, stringent controls on energy consumption, and measures to mitigate pollution risks. Additionally, the company adheres to local environmental regulations, abides by international best practices, and follows expert recommendations concerning energy use and emissions.

3

Solar Energy Developments Underway Across Facilities

4.4 MWP

Expected Total Solar Energy Production Capacity

718

CNG Vehicles and Gasoline Vehicles Equipped with Gas Components Sold in 2024

25 M3/HOUR

Wastewater Treatment Capacity

Enhancing GB Corp’s Environmental Impact

Solar Energy Developments

In accordance with GB Corp’s sustainability strategy, the company is focused on incorporating renewable and alternative energy sources across its footprint with the aim of reducing consumption and minimizing reliance on traditional power sources. On that front, a main pillar of GB Corp’s sustainability efforts is its solar energy development initiative, which continues to have a positive environmental impact across the company’s plants. The strategic retrofitting of the Prima, Sadat, and Badr plants to integrate these energy sources contributes positively to the environment and promises substantial annual cost savings for the company. Currently, the company is collecting offers to build a new solar energy station at the GB Bus plant

with a capacity of 0.497 MWp. Additionally, the company is finalizing a number of studies to build solar energy stations at ITAMCO 1, ITAMCO 2, Badr Plant, and Obour Service Center, with the study expected to be completed during the first quarter of 2025, including different financing strategies for the plants. Finally, GB Corp is completing an energy saving management survey and study across two of its plants, with the final presentation expected to be ready by mid-2025. As a result of GB Corp’s continued efforts, the company was recently awarded the ISO 50001 certificate for reducing energy consumption by 10% across its Badr and Prima facilities.

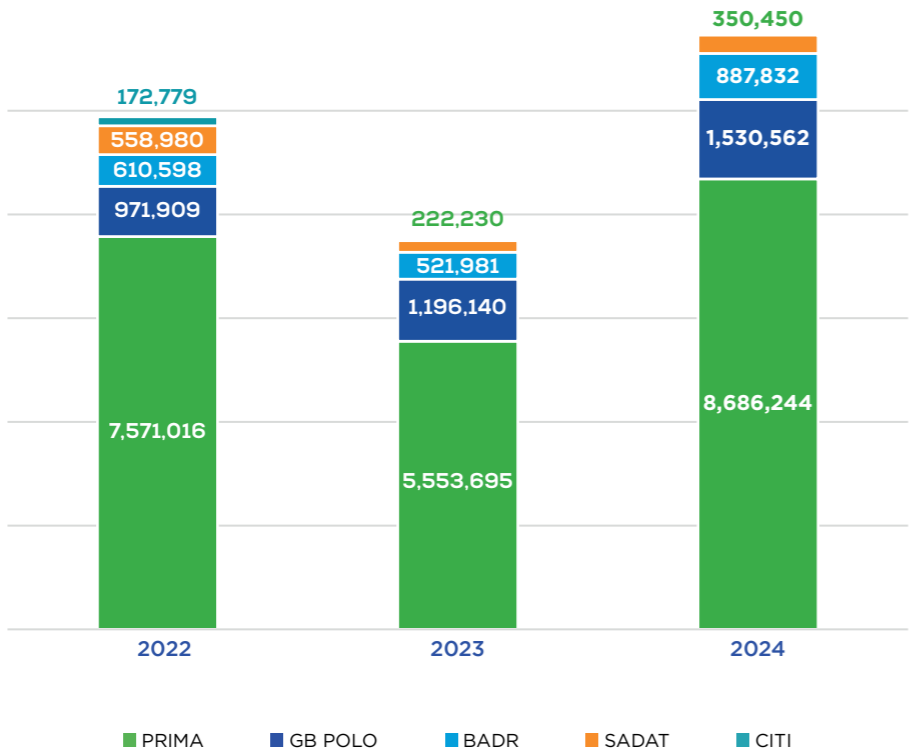
Facility	PV Panels Capacity (MWp)	Annual Yield (MWh)	% Coverage of total Annual Demand	Annual Estimated Avoided CO ₂ Emissions (tCO ₂ e)	Operation Date
Prima	2.468	4,000	40%	1,740	March 2024
El Sadat	1.5	2,475	25%	1,076	Under study
Badr	0.419	700	70%	304	Under study
GB Polo	0.497	866	40%	1,092	Under study

Natural Gas Development

Another feature of GB Corp’s sustainability strategy is the integration of natural gas into its plants. As such, the company is currently undergoing a natural gas project at its Sadat Plant, which is expected to substitute 600,000 liters/

year of diesel oil with 648,000 m³/year of natural gas. This project is expected to offset nearly 1,700 ton/year of CO₂ and save approximately EGP 2 million/year.

Power Consumption 2022-2024 (kWh)



GB Corp Obtains ISO Certificates

ISO certificates are globally recognized benchmarks for assessing work systems and complying with international standards. In 2022, GB Logistics, a leading provider of logistics and shipping services, obtained three ISO certificates for its operating systems. These certifications underscore GB Logistics’ unwavering dedication to sustainable operations and continuously enhancing its environmental impact. Additionally, in 2024, GB Corp received the ISO 50001 certificate for its efforts in reducing energy consumption across its facilities. Overall, the following certifications were attained:

- ISO 9001 – specifies requirements for a quality management system (QMS)
- ISO 14001 – specifies the requirements for an environmental management system that an organization can use to enhance its environmental performance
- ISO 45001 – specifies requirements for an occupational health and safety (OHS) management system
- ISO 50001 – specifies requirements for improving energy usage through the development of an energy management system

IATF International Automotive Standard

Similarly, GB Corp, represented by the Badr Plant, successfully collaborated with Near East Services to achieve the IATF 16949:2016 International Automotive Standard, an important

milestone that indicates significant advancement in the company’s automotive production capabilities and underscores its commitment to growth and modernization.

Driving a More Sustainable Future

Natural Gas Vehicles

As part of GB Corp’s sustainability and portfolio expansion strategy, the company continued to spearhead Egypt’s presidential initiative to transition vehicles to compressed natural gas (CNG). On that front, GB Corp successfully delivered 146 CNG vehicles, and 572 gasoline vehicles equipped with gas components to the market

during 2024. This comes amid a severe shortage of supply, demonstrating the company’s unwavering commitment to driving a more sustainable future in the Egyptian automotive market. GB Corp’s current CNG vehicle lineup comprises the Hyundai Accent RB and Elantra HD models, as well as the Cherry Arrizo 5 and Tiggo 3 models.

Electric Vehicles

Another focus area of GB Corp’s sustainability framework is the development of GB Auto’s electric vehicle lineup, which comes as part of the company’s commitment to reducing its carbon footprint and promoting a more environmentally sustainable future. GB Corp’s expansion into electric vehicles has allowed the company to penetrate

a new customer segment focused on minimizing emissions and contributing positively to the environment. To that end, GB Auto unveiled 278 new EV and HEV cars to the market in 2024, and the company will continue to introduce new vehicles over the coming period.



Enhancing Water Consumption and Resource Efficiency

Water and Wastewater Treatment

GB Corp complies with the wastewater standards outlined by the National Center for the Study of Occupational Safety and Health. During the year, the company implemented a best practice approach that saw it expand its capacity of repurposing wastewater for utility purposes. Today, GB Corp has the capacity to treat up to 25 m³ of wastewater/hour, and the company is working on finalizing the construction of a sludge disposal unit, as well as

a desalination unit, which would enable the reuse of treated water for both manufacturing and irrigation purposes. In parallel, at the Sadat Plant, the company is currently developing a wastewater treatment plant with a capacity of 25 m³/hour, which, alongside the aforementioned projects, reflects GB Corp’s dedication to responsible water waste management and sustainable practices.

Waste Reduction and Disposal

GB Corp consistently seeks to enhance resource efficiency and advance its recycling processes in alignment with its sustainability targets. The company works alongside industry experts, operating under the supervision of the Ministry of Environment, to manage its waste and hazardous material disposal procedures. This collaborative effort underlines GB Corp’s devotion to responsible waste management and environmental stewardship. Additionally, the company implemented a paper reduction initiative aimed at minimizing paper usage across all levels of the organization. As a result, the company has eliminated the need for 1.7 million

papers between 2020 and 2024, with 174,000 pieces of paper saved by digitizing documents and forms in certain areas of the business. Furthermore, GB Auto approved the digitization of three stages in its invoicing process, eliminating an additional 51,000 papers and saving 20,000 in 2024. Moreover, GB Corp set up a comprehensive strategy for the secure disposal of outdated or irrelevant documents, ensuring adherence to data protection regulations. As a result, over 146 tons of paper were shredded and disposed of throughout the past three years, generating a return of around EGP 718,000.



Corporate Social Responsibility

GB Corp's corporate social responsibility (CSR) initiatives are fully aligned with the company's sustainability objectives and are backed by a solid business strategy. The company's main priority is the delivery of a vocational education framework that seeks to enhance the lives of Egyptians and facilitate economic development. Additionally, the Foundation organizes events with the aim of improving the well-being of individuals and developing strong ties across the communities it serves. The Foundation's events have included activities such as football tournaments, open-house gatherings, career orientation sessions, and technical training events.



EGP **36.3**_{mn}
Donations by GB Corp in 2024

EGP **195**_{mn}
Cumulative Funding for Ghabbour Foundation since 2017

5
Schools & Vocational Training Centers Developed since 2017

850
Male & Female Students Currently Enrolled in Ghabbour 1 and 2 Schools

900
Ghabbour Foundation School Graduates Since 2020

60
Trainers

40
Theoretical Teachers

Ghabbour Foundation for Development

GB Corp recognizes the shortage of skilled labor in the automotive industry, as well as the widening gap between vocational school graduates' skills and the industry's competitive requirements, which are the main reasons behind the establishment of the Ghabbour Foundation for Development in 2017. GB Corp's social development initiatives are closely linked to the company's ability to develop vocational education and training within its specialized sectors, especially across the automotive industry and, recently, the IT sector. On that front, the Foundation, in collaboration with government entities, provides three-year vocational training programs across its schools, and it currently serves around 850 male and female students across its Ghabbour 1 and 2 schools. Additionally, in July 2024, the Foundation opened doors for applicants from all over Egypt to the Ghabbour 1 and 2 schools, selecting the top 250 students out of over 3,000 applicants to join both schools.

The Foundation's vocational schools focus primarily on specific areas, such as automotive mechatronics, body repair, automotive painting, website and application programming and maintenance, and networks and technical support. Through the program, graduates are prepared to join the workforce, having undergone accreditation exams in the automotive sector administered by the German Arab Chamber of Industry and Commerce (AHK), which adheres to the strict standards of the German Dual Education System in evaluating the knowledge, skills, and application of material presented throughout the program's duration. Additionally, the Foundation partners with Saxony International School Middle East (SIS ME) to make sure that its vocational schools are consistently providing best-in-class education, ensuring effective academic oversight and management. In IT specializations, students receive certificates of course completion from Oracle Academy / Cisco Academy.



Class of 2024 "A Journey Toward Excellence"

In October 2024, Ghabbour Foundation proudly celebrated the graduation of a unique class of students from Ghabbour Applied Technology Schools: the class of 2024. This class of students is not only the first to graduate from the Applied Technology Schools in the Automotive Maintenance sector but also the first to include promising young women among its group, representing the first class of female technicians in Egypt and possibly in the entire Arab region.



Community Engagement

Career Day

In 2024, Ghabbour Foundation hosted its fourth annual career day, which provides an excellent opportunity to connect Ghabbour school graduates with the best job opportunities upon graduation. This year, the event witnessed the active participation of several major automotive companies in Egypt, and

recruiters from various companies got the opportunity to meet with graduates and assess their personal and technical skills. Participating companies voiced their admiration of the graduates' skills and positive attitude, expressing a strong interest in hiring as many graduates as possible.



Celebrating the Success of Our 10 Erasmus Scholarship Students in Germany

The Ghabbour Foundation is immensely proud to share the remarkable achievement of its 10 Erasmus Scholarship students, who were chosen from a selection of top-performing candidates based on their outstanding academic performance and exemplary attitude. This milestone is the result of years of dedication, patience, and resilience, made possible through the unwavering efforts of the Ghabbour Foundation team, in collaboration with SIS Middle East, SIS Germany, and Bildungs-Werkstatt Chemnitz gGmbH | Ihr Partner für berufliche Bildung.

This achievement is a testament to the power of collaboration, perseverance, and a commitment to excellence. The Foundation is looking forward to witnessing the impact these students will have upon their return.



Ghabbour Football League 2024: “The League of Hope”

During the year, the Ghabbour Foundation organized its 2024 football league “The League of Hope” for its students, with the aim of character-building and personality enrichment. The event, which was launched under the slogan “Your Role is Important”, was held in collaboration with the International Hope Givers Campaign and the Arab Contractors Club and in the presence of FITLIFEU For Children and Youth Development.

The league consisted of a variety of different games and activities, the highlight of which was the football league for boys and girls. As part of the activities, participating boys and girls from Ghabbour schools and from FITLIFEU were taught the importance of individual roles toward the success of the entire team, as well as how to overcome obstacles in their lives and work toward achieving their dreams.



Community Investment



Erasmus+ “Future VET Skills” Project Activities “Active Learning Training”

Ghabbour Foundation regularly works on enhancing the skills and abilities of its trainers. To that end, this year, the foundation implemented the Erasmus+ Future VET Skills project aimed at training the Foundation’s trainers on the latest active learning methods at the Ghabbour Applied Technology Schools. These methods will be implemented across the Foundation’s schools to enhance the quality of the educational process and to maximize the returns for students. This approach aims to create a productive yet enjoyable atmosphere for learning, with a focus on:

- › Encouraging active and positive participation of students in various learning situations.
- › Empowering students to acquire skills and information and to solve problems without relying on traditional memorization methods.
- › Developing students’ thinking capabilities so that they can independently solve problems.

Training Students with Hearing Disabilities

This year, Ghabbour Foundation introduced a first-of-its-kind initiative aimed at training students with hearing disabilities on the requirements of the automotive paint job. This initiative, introduced in collaboration with the Ministry of Education and Technical Education, comes as part of Ghabbour Foundation’s commitment to providing equal educational opportunities for all with the aim of securing decent employment that matches their skills. The training, which started in August 2024, will take place over seven months, covering the summer and mid-year vacation periods at the end of each academic year.



The Facility Investing for Employment witnesses the launch of advanced workshops

November 2024 marked the inauguration of Ghabbour Foundation’s specialized workshops at Ghabbour School through new, state-of-the-art automotive training facilities dedicated to empowering youth in the automotive technologies field with world-class skills. The workshops were funded by the Facility Investing for Employment (IFE) as part of its project: “Creating Training Facilities and Programs for Jobs of the Future in High-Tech Industries”, with a grant of EUR 1 Million.

This collaboration between Ghabbour Foundation

and IFE represents a significant milestone in Egypt’s automotive industry. It provides advanced training on the latest technologies in electric vehicle and commercial vehicle maintenance, as well as eco-friendly painting techniques. This partnership not only enhances national competencies but also aims to support the localization efforts of the automotive industry and reduce reliance on imports. This strategic initiative is expected to create promising job opportunities for Egyptian youth and strengthen Egypt’s position as a regional industrial hub.



Ghabbour Foundation Partners with Oracle Academy to Develop IT Capabilities in Ghabbour Applied Technology Schools

Through this partnership, Ghabbour Foundation aims to expand its academic offering to include an IT track specialized in the programming of websites and applications to meet the rising demand for skilled technicians in the sector. This also converges with the future trends in the automotive industry,

complementing the Foundation’s existing programs in that sector. To that end, Oracle Academy has integrated its Database courses with the Foundation’s IT courses, providing the Foundation with the curriculum and educational resources required to achieve this goal.

Ghabbour Foundation Partners with CISCO to Introduce the “Networks’ Maintenance and Technical Support Specialization” at Ghabbour Schools

Ghabbour Foundation has signed a cooperation agreement with CISCO for the integration of CISCO’s NetAcad courses relating to the “Networks’ Maintenance and Technical Support Specialization”

at Ghabbour 1 Applied Technology School, with the aim of preparing program graduates for CISCO certifications and workforce requirements.

Partnership with Banque Misr Foundation for Community Development to Support the IT Specialization at Ghabbour Applied Technology School

Ghabbour Foundation signed a collaboration agreement with Banque Misr Foundation that will see Banque Misr Foundation contribute to covering the cost of education for 25 IT students specialized in the programming of websites and applications

at Ghabbour 2 School for Applied Technology. This agreement represents a pioneering step toward the empowerment of a young generation of technicians specialized in the IT field.

Leaving footprints as we go: GB’s Projects Team working on locations’ expansion

In 2024, GB Corp continued to expand its portfolio by adding new plants, factories, and facilities aimed at enhancing the company’s operational capabilities

- › Assembly Factory – Sadat City: GB Corp’s Projects team is currently overseeing the construction of a state-of-the-art vehicle assembly factory in Sadat City, featuring a total built-up area exceeding 43,000 m². This facility will include essential components, such as a body shop, final assembly line, paint shop, and utility buildings.
- › INFOFORT 2 Warehouse Dry Port – Sadat City: Also in Sadat City, GB Corp is currently constructing its INFOFORT 2 warehouse dry port, with a total built-up area of more than 9,500 m².
- › K7 Multi-Brand SC Workshop – Qalyoub: As part of its efforts in expanding its footprint across the country, GB Corp is currently setting up a



Community Donations

Organization	2024	Change from 2023
	EGP 5.3 million	23%
	EGP 36.3 million	-1.9%
	EGP 1.9 million	200%
	EGP 0.25 million	-
	EGP 0.65 million	-
Total	EGP 44.4 million	-

new K7 multi-brand SC workshop in Qalyoub. The workshop will feature a total built-up area of 1,445 m² and will cater to the local community in Qalyoub.

- › TVD – New HQ & Microbus Quick Service: GB Corp and TVD are collaborating on the construction of a new headquarters and microbus quick service station. The facility will consist of a 200 m² showroom area, a 410 m² workshop and warehouse area, and a 600 m² administrative floor area.
- › Genesis Showroom and Quick Service Area – District 5 Ain Sokhna Road: GB Corp is setting up a new showroom and quick service station for its Genesis brand. The facility will consist of a 520 m² showroom area and a 338 m² quick service center.

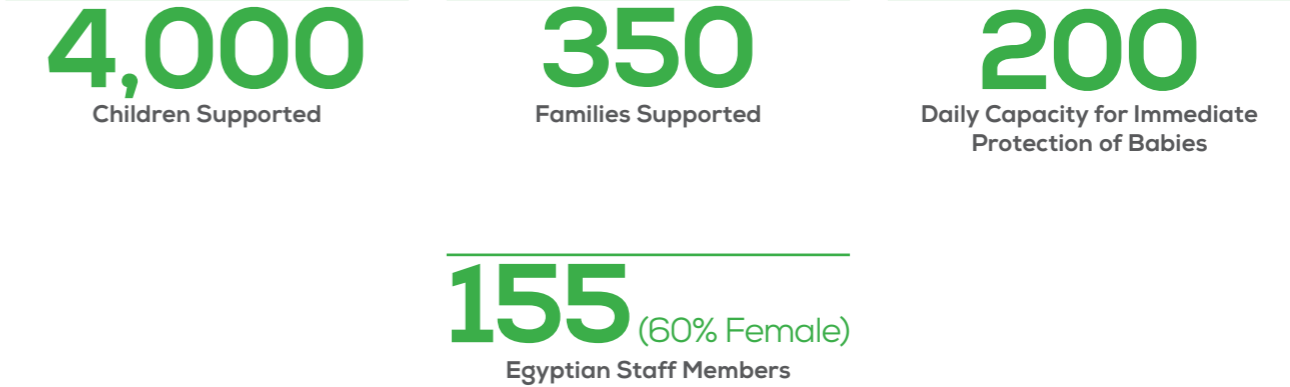




FACE for Children in Need

GB Corp continues to be the main partner of FACE, a children outreach agency that implements a number of services aimed at supporting children through family reintegration and institutional placement. FACE’s programs consist of National Family Reintegration, Street Children, Abandoned Children, and Sustainability Training programs. In 2024, FACE teams were able to reach and support

4,000 children and 350 families through its extensive on-ground presence of 155 local staff, 60% of which are females. To achieve this, FACE teams made over 43,000 contacts across different communities in Egypt, enabling them to deliver essential support to in-need children. The FACE program reflects GB Corp’s dedication to having a positive social impact on Egypt’s underserved communities.



FACE Street Children Program

The program was set up with the goal of providing protection and support services to children living on the streets, in detention centers, and in impoverished communities. Through proactive outreach efforts, teams of social workers directly connect with vulnerable children and families, delivering essential services that include medical care education, psychosocial support, and legal aid.

- › Street Outreach: over 950 street children
- › Detention Outreach: 600 detained children
- › Community Outreach: 2,000 children and 350 families
- › Transitional Home: 68 Children
- › Case Management Support: 60 Families
- › Networking and Collaboration: FACE collaborates with local and national authorities, international organization, and civil society entities to improve child protection efforts in Egypt.



FACE Abandoned Children Program

During the year, the program made significant strides in providing holistic care to vulnerable children:

- › During 2024, FACE achieved one of its main and oldest objectives with the opening of the National Kafala Center on 7 May 2024
- › Maintenance of three FACE homes, caring for 229 children, and offering medical, psychological, and education support
- › FACE provided medical check-ups, medical care, surgery, and vaccinations to all children residing at FACE homes
- › Enrollment of children in non-formal and public education, alongside recreational activities for social development
- › Implementation of robust case management to support family reunification and alternative care placements
- › Successful reintegration of 20 children into families or Kafala arrangements with aftercare support for transitioning youth
- › Active engagement in advocacy and capacity building to reform child welfare policies

Development of FACE Training Unit

Through internal and external training, the FACE Training Unit continues to enhance its impact. Internally, efforts included training staff on child development, social work, and strategic planning. Additionally, a new basic Child Protection Crash Course was designed and implemented from June

2024 to ensure the systematic training of all FACE staff when starting their work. Meanwhile, external efforts included training 31 staff members of other organizations. These initiatives aim to enhance the quality of services provided and ensure the well-being of children in FACE programs.



Corporate
Governance

Board of Directors

GB Corp’s Board of Directors (BoD) leverages its foresight and decades-long experience to oversee the company’s activities and evaluate its performance. Comprising a team of skilled professionals and industry veterans bringing diverse expertise across both the public and private sectors of the region, GB Corp’s BoD offers a wealth of experience to direct the business, make strategic decisions, and promote success across all the group’s operations. In accordance with its responsibilities, the Board ensures transparency across the organization and works to mitigate risks. The Board comprises two executive and five non-executive members, including three independent members.



Mr. Mohamed Naguib
Non-Executive Chairman of the Board

2019–PRESENT

Mr. Mohamed Naguib has served at the boards of various prominent banks and corporations in Egypt and has accumulated nearly 40 years of experience in the fields of banking, leasing, and credit. Between 2011 and 2018, Mr. Naguib was Chairman and Managing Director of SAIB Bank, and prior to that, as Vice Chairman and Head of the Credit and Investment Committee at Banque Misr. Mr. Naguib had also served at Misr International (MIBank) for over 20 years as General Manager of Credit and Marketing before joining Incolease as Member of the board from 2000 to 2010. Furthermore, Mr.

Naguib served as Non-Executive Chairman of Misr Bank-Europe in Germany for two years. This is in addition to his membership on the boards of the National Bank of Egypt, the Civil Aviation Finance Holding Company, and the Small and Medium Sized Projects Fund, among many other entities. Mr. Naguib attended various banking and credit seminars across the United States and the UK, in addition to retaining a CPA certification in the state of Colorado for 12 years. Mr. Naguib holds a BA in Accounting from Cairo University and an MBA from The American University in Cairo.



Mr. Nader Ghabbour
Chief Executive Officer

2012–PRESENT

Mr. Nader Ghabbour brings over 15 years of specialized experience in the automotive industry to his role, which he has cultivated through the managerial and operational positions he has held at GB Corp. Prior to his current role, Mr. Ghabbour served as Group Chief Operating Officer, where he was responsible for a multitude of vehicular operations in Egypt and the region. Beforehand,

he had served as Passenger Car Chief Operating Officer and Project Management Officer Leader. Mr. Ghabbour trained in Mergers and Acquisitions at the London Business School in London. He holds a BA in Business Administration from Boston University and an MBA from IE Business School, Madrid.



Mr. Mansour Kabbani
Non-Executive Director

2017–PRESENT

Mr. Kabbani brings more than 30 years of experience to GB Corp. He joined in 2015 as VP for Project Coordination, and he currently oversees group investments and investor relations. In 2017, Mr. Kabbani joined the Board of Directors of GB Corp. In 2021, he was elected as the Chairman of GB Capital. Mr. Mansour Kabbani spent a decade working in textile spinning before becoming CFO

at Technological and Electrical Systems (TES) for two years. Along with Dr. Ghabbour and partners, he helped establish CITI in 1997, which later merged with GB Corp. Between 1997 and 2015, Mr. Kabbani ran his family investments and accumulated vast experience in capital markets. Mr. Kabbani graduated from AUC in 1981 with a BA in Economics.



Mr. Mounir Fakhry Abdelnour
Non-Executive Director

2016–PRESENT

Mr. Mounir Fakhry Abdelnour is currently Chairman of Cairo Company for Oil and Soap and a Member of the Board of Directors of GB Corp, Edita, Domty, and Mabaret Al-Asafra Hospitals. He also acts as Senior Adviser for Rothschild & Co., one of the world's largest independent financial advisory groups. Between 2011 and 2015, Mr. Abdelnour was Minister of Tourism, Minister of Investments, and Minister of Trade and Industry; between 2006 and 2011, Secretary General of the Wafd Party; and between 2000 and 2005, leading the opposition in the Egyptian Parliament. Prior to joining the Egyptian Cabinet, Mr. Abdelnour was founder and Chairman of Hero Middle East and Africa, previously Société Egypto-Française pour les industries agro-alimentaires (Vitrac); Chairman of Beltone

Financial Holding (BHF); member of the Board of Directors of Egypt Arab African Bank and Audi Bank; Founder and Managing Director of Egyptian Finance Company; Vice President of American Express Bank; and representative of Banque de l'Union Européenne Paris in Egypt and the Middle East. Mr. Abdelnour was a member of the Board of Directors of the Federation of Egyptian Industries, the Egyptian Competition Authority, the Cairo Stock Exchange, and the Egyptian Expo and Convention Authority. He also served as Chairman of the Egyptian Center for the Economic Studies. Mr. Abdelnour earned his undergraduate degree in Statistics from the Faculty of Economics and Political Science from Cairo University and an MA in Economics from The American University in Cairo.



Mr. Abbas El Sayed
Executive Director

2019–PRESENT

Mr. Abbas El Sayed joined GB Corp in 2014 as Group Vice President of Finance. He has 14 years of experience gained from KPMG and Deloitte, including 1.5 years in the UK at KPMG UK LLP. Mr. El Sayed has vast experience in corporate finance, restructuring, strategic planning, audit,

internal controls, advisory, and compliance. He holds a BA in Accounting from Ain Shams University. He is a member of the Association of Chartered Certified Accountants (ACCA) in the UK and is a Certified Management Accountant (CMA).



Ms. Marwa El Ayouti
Independent Board Member

2022–PRESENT

Ms. El Ayouti has been the CFO of Orange Egypt since 2018, and she was previously the CFO of Vodafone Egypt from 2011 to 2018, becoming the first Egyptian and first female to take the role at the age of 32. Ms. El Ayouti brings over 20 years of local and international experience in finance and telecommunications and has held various senior finance roles in Egypt and the UK. She also has extensive hands-on experience in senior

management and strategic leadership, as well as a wealth of experience in financial management. Ms. El Ayouti has been ranked on the Forbes 200 Most Powerful Arab Women since 2014, selected in 2018 on the Middle East Most Influential Women, and recognized further by several accreditations for her influence. Ms. El Ayouti graduated from The American University in Cairo in 1998, and she holds an MBA from Maastricht School of Business.



Ms. Lobna El Dessouky
Independent Board Member

2020–PRESENT

Ms. El Dessouky leverages over two decades of professional experience in a wide range of sectors to fulfill her numerous advisory and board roles. She’s currently an independent member of the Advisory Board of Alexandria Business Association Small and Micro Enterprise Project, independent Board and Audit Committee member at Cleopatra Hospital Company, Advisor for the European Bank for Construction and Development’s Enterprise Growth Program, and an Advisor to the Audit Committee at Qalaa Holdings, having served as a member of the committee from December 2012 to 2014. Prior to this, she spent six years as Group Chief Financial Officer at Asec Holding and served on the Group’s board for eight years. Ms. El Dessouky spent most of her career with Coca Cola Egypt, starting as Head Office Financial

Controller in 1997 and eventually working her way to Group Chief Financial Officer in 2001 and serving in that post until 2006. She began her career at PricewaterhouseCoopers as part of the audit staff in 1993, ending her stint at the company as Audit Senior in 1997. She has also been highly involved in teaching since 1997; she worked with Eslsca Business School, Edinburgh Business School, The American University in Cairo (AUC), and The Regional Information Technology Institute (RITI) in association with Maastricht School of Management (MSM). Ms. El Dessouky holds a BA in Commerce from Helwan University and an MBA in Management Consultancy from Sheffield University, UK. She is a CPA, CFM, and CMA holder and is also a Member of the Association of Corporate Governance Practitioners and a Certified Director from the Egyptian Institute of Directors.

Board of Directors’ Meetings in 2024

Member’s Name	16 Jan	29 Feb	28 May	14 Aug	14 Nov	Attendance Rate
Mr. Mohamed Naguib	1	1	1	1	1	5/5
Mr. Nader Ghabbour	1	1	1	1	1	5/5
Mr. Abbas El Sayed	1	1	1	1	1	5/5
Mr. Mansour Kabbani	1	1	1	1	1	5/5
Mr. Mounir Fakhry Abdelnour	1	1	1	1	1	5/5
Ms. Marwa El Ayouti	1	-	1	1	1	5/5
Ms. Lobna El Dessouky	1	1	1	1	1	5/5

Board Committees

GB Corp Committees

GB Corp’s BoD has set up three committees that help it carry out its duties and ensure it is able to act in the best interests of shareholders and stakeholders. The committees play an important role in the corporate governance

Audit Committee

The Board has established an Audit Committee, formed of three independent members, in accordance with EGX listing regulations. The Audit Committee guarantees impartial reporting on the performance of the company, with an emphasis on risk management and financial operations.

Its responsibilities include ensuring the following:

- › The soundness and integrity of GB Corp’s financial statements

framework by supporting the implementation of transparent procedures that offer the Board reliable control over the company’s operations and financial performance.

- › GB Corp’s full compliance with relevant legal and regulatory requirements set forth by the EGX and the Egyptian Capital Markets Authority
- › The appointment of qualified, independent external auditors
- › The effective performance of the internal audit function by regularly reviewing its guidelines, procedures, and results to guard against corruption and improve efficiency across the company

Audit Committee Members and Attendance in 2024

Member’s Name	Position	22 Feb	25 Feb	20 May	8 Aug	13 Aug	12 Nov	Attendance Rate
Ms. Lobna El Dessouky	President	1	1	1	1	1	1	6/6
Mr. Mounir Abdelnour	Member	1	1	1	1	1	1	6/6
Mr. Mohamed Naguib	Member	1	1	1	1	1	1	6/6

Remuneration Committee

The BoD depends on the Remuneration Committee to achieve the following:

- › Outline the company’s remuneration policy
- › Advise on all matters relating to the company’s pay and benefits frameworks
- › Advise on methods to further incorporate transparency into the company’s remuneration process, including the compensation structure for the Chairman, Executive Directors, and Senior Management

Fees and other payments made out to non-executive directors do not fall under the responsibilities of the Remuneration Committee. The payment structure is reviewed by a sub-committee consisting of the Chairman and Executive Directors of the Board.

Remuneration Committee Members and Attendance in 2024

Member’s Name	Position	29 Feb	Attendance Rate
Ms. Lobna El Dessouky	President	1	1/1
Mr. Mounir Abdelnour	Member	1	1/1
Mr. Mohamed Naguib	Member	1	1/1

Governance Committee

The Governance Committee assists the BoD by ensuring the following:

- › Communication between the Board and executive management prioritizes the interest of shareholders and plays an effective role in serving the functionality of the company
- › The company maintains and updates an overarching corporate governance framework by regularly assessing the guidelines in place and making recommendations for needed advancements
- › Company-related strategic decisions and opportunities are evaluated and acted upon as needed
- › Management is held accountable to the Board by means of structures set in accordance with applicable laws, regulations, and industry best practices
- › Recommendations are made to the Board on new candidates, for election or appointment
- › Risks are identified and mitigated in line with GB Corp’s relevant policies and procedures

Governance Committee Members and Attendance in 2024

Member Name	Position	22 Feb	Attendance Rate
Ms. Lobna El Dessouky	President	1	1/1
Mr. Mounir Abdelnour	Member	1	1/1
Mr. Mohamed Naguib	Member	1	1/1

Internal Control and Risk Management

GB Corp applies its risk mitigation and management framework by utilizing its crisis evasion platform, which detects and manages potential risks, tightens internal controls, and maximizes operational effectiveness. The framework oversees the effective and efficient use of resources, confirms

the accuracy of financial reporting, and ensures compliance with applicable laws and regulations, including FRA and EGX requirements. It also supports the company’s business strategy and operations while upholding its vision and mission.

Business Continuity

To ensure minimal disruptions to their operations, companies must be predictive and proactive in their decision-making. A robust Business Continuity and Crisis Management policy is critical to the company’s performance, as exposure to events, such as supply chain disruptions, failed procedures, or policy violations, have the potential to negatively impact financial and operational results.

All of GB Corp’s employees adhere to the company’s emergency Business Continuity and

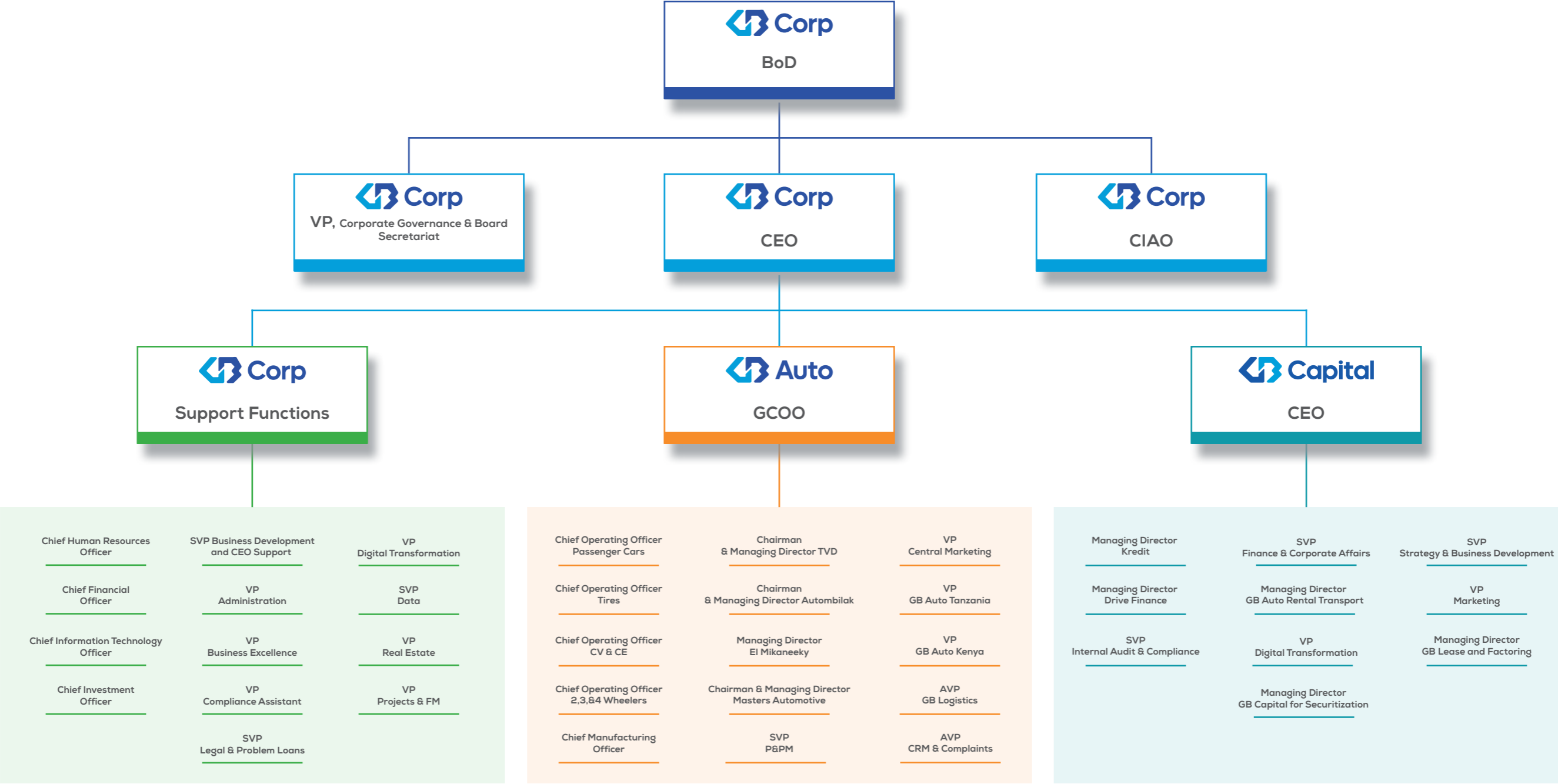
Crisis Management policy, which is implemented under the supervision of the Chairman of the Board, the Group Chief Operating Officer, and the Business Continuity Planning Committee (BCPC). In addition to active incidents, the BCPC tests prospective crisis management strategies and collaborates with the Crisis Management Control Committee (CMCC) to plan out the company’s appropriate official responses and courses of action. Both committees may also call upon the support of the company’s auditors to ensure proper application.

Anti-Corruption Efforts

GB Corp strives to foster a work environment free from any corruption or illicit activity. To that end, the company regularly works on enhancing its policies and procedures, as well as its code of conduct, to support these efforts and its dedication to operate with integrity. The policies establish consistent,

company-wide standards that tackle bribery and corruption and serve to guide the company’s day-to-day business operations. GB Corp adopts a zero-tolerance policy with regards to any deviation from the best practices outlined in the policy that could pose a risk to the business or its stakeholders.

Our People



Executive Management

GB Corp’s highly experienced executive management team brings a breadth of diverse knowledge to the company’s divisions and lines of business.



Mr. Nader Ghabbour
Chief Executive Officer

Mr. Nader Ghabbour brings over 15 years of specialized experience in the automotive industry to his role, which he has cultivated through the managerial and operational positions he has held at GB Corp. Prior to his current role, Mr. Ghabbour served as Group Chief Operating Officer, where he was responsible for a multitude of vehicular

operations in Egypt and the region. Beforehand, he had served as Passenger Car Chief Operating Officer and Project Management Officer Leader. Mr. Ghabbour trained in Mergers and Acquisitions at the London Business School in London. He holds a BA in Business Administration from Boston University and an MBA from IE Business School, Madrid.



Mr. George Sedky
Chief Human Resources Officer

Mr. George Sedky has two decades of experience in personnel management, having held positions in the Human Resources divisions of several major corporations. He has a long track record of success in recruiting and gaining top talent, organizational transformation, and building cultures of engagement. He was successful in re-engineering GB Corp’s Human Resources department goals and practices, aligning them with the group’s strategic business

goals. He is specialized in strategic management and planning, directing all HR functions, introducing new methodologies that maximize performance through training and development, compensation and benefits, and organizational development. He holds a BSc in Aerospace Engineering from Cairo University and an MBA with an HR Specialization from the Arab Academy for Science, Technology, and Maritime Transport.



Mr. Abbas El Sayed
Chief Financial Officer

Mr. Abbas El Sayed joined GB Corp in 2014 as Group Vice President Finance. He has 14 years of experience gained from KPMG and Deloitte, including 1.5 years in the UK at KPMG UK LLP. Mr. El Sayed has vast experience in corporate finance, restructuring, strategic planning, audit,

internal controls, advisory, and compliance. He holds a BA in Accounting from Ain Shams University. He is a member of the Association of Chartered Certified Accountants (ACCA) in the UK and is a Certified Management Accountant (CMA).



Mr. Kamal Khafagy
Chief Information Technology Officer

Mr. Khafagy joined GB Corp as the SVP of Business Solutions in the IT department in 2015, and he is currently the Chief Information Technology Officer. He came to GB Corp with more than 22 years of experience, most of which was gained from KPMG, Saudi Telecom, and Oger International. During his career, he contributed to enabling business

transformation; implementing business-oriented and value-driven information systems aligned with organizational strategies and objectives. He has diverse business and IT knowledge in the automotive, manufacturing, construction, retail, and telecom sectors.



Ms. Odette Gamil
Chief Internal Audit Officer

Mrs. Odette Gamil joined GB Corp in September 2013 as Senior Vice President – CEO Assistant. She brings 22 years of experience in finance and internal audit from previous roles at multinational companies. Prior to joining GB Corp, Mrs. Gamil spent five years at Heineken Egypt as Head of Internal Audit, where

she was responsible for auditing the company's operations in Egypt and its offices across Africa and the Middle East. Prior to this, she spent nine years with Nestle Egypt across multiple functions, including budgeting and reporting, financial analysis, cost analysis, and cost control.



Ms. Cherine Kallal
Senior Vice President Business Development & CEO Support

Ms. Cherine Kallal joined GB Corp in November 2011, and she currently spearheads the group's Business Development Division in her capacity as Senior Vice President of Business Development. She is responsible for overseeing the successful execution of business development initiatives and strategic projects as part of the group's growth strategy. She also directs the group's China-based unit. In January 2016, Ms. Kallal was appointed as CEO Support in addition to her Business Development role, where she directly supports the group's CEO in designated

operational and organizational tasks. She is also a member of the group's Executive Committee and Management Steering Committee. A diligent and results-oriented strategist with strong experience in structured planning and cross-functional management, Ms. Kallal spent several years in the telecom services sector where she served in several roles prior to joining GB Corp. Ms. Kallal holds a BSc in Mechanical Engineering from Loughborough University in the UK.

Mr. Mohamed Younis
Chief Investment Officer

Mr. Mohamed Younis is the Chief Investment Officer at GB Corp, responsible for overseeing corporate investment strategy across the group. He joined GB Corp in 2023. Prior to this role, he served as CEO of Renaissance Capital Egypt and held various senior

positions in investment banking and private equity in Egypt. He has 20 years of experience in corporate finance, M&A, and equity capital markets across the Middle East and North Africa.

GB Auto Management



Mr. Karim Gaddas
Group Chief Operating Officer

Mr. Karim Gaddas joined GB Corp in 2015 as Chief Executive Officer of Tires, boasting 20 years of experience in general management, operations, and sales and marketing. In the last 16 years, he occupied various positions at Pirelli that included headquarter-level roles in Milan and regional-level roles in Paris, Cairo, Alexandria, and Dubai. In addition to being the Global Sales Director for BU trucks, the CEO of the company's Middle East and India operations, and the CEO of African

and Egyptian operations, Mr. Gaddas also served as Pirelli's Vice Chairman. He was also a member of the board at the Alexandria Tire Company for eight years. Mr. Gaddas began his career in 1996 at Gewiss, an electrical materials company based in Bergamo, Italy, where he was the Area Manager for Central America, the Middle East, and Africa. He holds a BA in Business Administration from the Sup de Co Montpellier in France and an MBA from SDA Bocconi in Milan, Italy.



Mr. Ramez Adeeb
Chief Manufacturing Officer

Mr. Ramez Adeeb joined GB Corp in 1995, holding a number of positions and gaining experience in various functions, including planning, engineering, and quality control, until he left the company in 2001 for a position as a Project Manager at RITEC Consultancy. Mr. Adeeb rejoined GB Corp in 2003, garnering additional experience in the segments of localization management, aggregate planning, sales technical support, industrial projects management

and, finally, the group technical support directorship. Mr. Adeeb obtained a BA from Cairo University's Mechanical Engineering Department in 1993. He served as a Research Assistant in Rotor Dynamics and Vibration at Cairo University from 1994 to 1995. He earned an MBA in Marketing Management from the Netherlands' Maastricht School of Management in 2005.



Mr. Ghassan Kabbani

Chief Operating Officer of Two,
Three, and Four-Wheelers

Mr. Ghassan Kabbani brings more than 30 years of experience to GB Corp. He first worked in the family textile business from 1980 through 1994, when he left to join T.E.S. sheet metal. In 1996, together with Dr. Ghabbour and other partners, he established

CITI (a two- and three-wheeler company). CITI merged with GB Corp in 2007, at which time Mr. Kabbani joined the company. Mr. Kabbani graduated from AUC in 1979 with a BA in Economics and Business Administration.



Mr. Ibrahim Naguib

Chief Operating Officer of Passenger
Cars

Mr. Ibrahim Naguib has accumulated over 15 years of experience in the automotive industry. Mr. Naguib currently serves as Chief Operating Officer of the group's Passenger Car Operations, where he is responsible for both sales and after-sales operations. Mr. Naguib first joined GB Corp in 2003 as the Tires Department General Manager, where he managed to double the business turnover in a period of three years. In 2007, he took charge of the Commercial Vehicles business, where he managed to grow sales

volumes and expand market share. In 2009, he assumed the role of Sales and Marketing Director for the Hyundai and Mazda franchises. After briefly relocating abroad, Mr. Naguib returned to GB Corp in 2016 where he was appointed SVP of the Passenger Cars sales operations, and under his leadership, market share surged to an unprecedented 36%. Mr. Naguib holds a BA from the American International University in London, UK, and an MBA from the Maastricht School of Management, the Netherlands.



Mr. Laurent Friederich

Chief Operating Officer
of Commercial Vehicles &
Construction Equipment

Mr. Laurent Friederich joined GB Corp in 2022 as Chief Operating Officer of Egypt Commercial Vehicles & Construction Equipment. Mr. Friederich holds a Master of Finance and brings a wealth of experience in the automotive and commercial vehicles industry, finance, sales, marketing and international development. He also has a background in large multinational companies specializing in B2B transportation, logistics and construction equipment. Mr. Friederich started his career in 1996 in the USA with Mack Trucks Inc. as Head of Operational Marketing. In 2002, he joined Renault Trucks in Lyon, France and worked in

different departments including Product Planning, Product Management and International Marketing. In 2008, he was promoted to Commercial Director at Renault Trucks in Morocco where he managed the Sales and After-sales department and the SKD Factory. In 2011, he joined CFAO as General Manager for Commercial Vehicles and Tires division in Gabon and moved to CFAO's headquarters in Paris in 2015 as Equipment Director in charge of Norther Africa and East Africa countries. In 2018, he was the General Manager for Commercial Vehicles and Equipment in CFAO Nigeria, a position he held until he joined GB Corp



Mr. Khaled Arafa

Chief Operating Officer of Tires

Mr. Khaled Arafa boasts over 30 years of experience in the tires industry, including management roles in sales, marketing, and business development across different multinational organizations. Most recently, Mr. Arafa was General Manager (Middle East and Africa) at Goodyear Tire and Rubber Company in

the UAE. Previously, Mr. Arafa was the Commercial Business Unit Director (Nordic) at Goodyear Dunlop Tires in Sweden and was General Manager (Ethiopia) at Michelin Tires Company. Mr. Arafa holds a BSc in Chemistry from Alexandria University.

GB Capital Management



Mr. Tamer Elemary
CEO of GB Capital

Mr. Tamer Elemary joined the group in 2022, serving as CEO of GB Capital. He is a seasoned global business development executive, with more than 25 years of experience delivering accelerated growth and increased top- and bottom-line performance. He previously served as Chief Operating Officer of cross-border payments and global fintech, Thunes, and before that, as Chief Commercial Officer of global remittance scale-up, WorldRemit. Prior

to that, Mr. Elemary was SVP and Group Head at MasterCard for the UK and Ireland, and he also held various global leadership roles at American Express after starting his career at Citigroup. He holds a Juris Doctor degree from the University of Virginia School of Law, an MA from the Fletcher School of Law and Diplomacy, and a BA in History and International Relations from Tufts University.



Mr. Sherif Tawadros
Senior Vice President Finance & Corporate Affairs

Mr. Tawadros is currently the Senior Vice President of Finance at GB Capital. He has over 29 years of experience under his belt in the fields of finance in treasury and cash management, banking, leasing

company portfolio management, and financial and strategic planning. He holds a BA in Business Administration and an MBA from The American University in Cairo.



Mr. Sherif Sabry
Managing Director of GB Lease
& Factoring

Mr. Sherif Sabry is the MD of GB Lease, having held the post since 2008 when he was appointed to manage the restructuring of the company upon GB Corp's acquisition of the firm under its financing arm. He has been a member of the GB Corp family since 1995 in several capacities, including Group

Treasury Division Head and Group Treasury Director. He holds a BA of Commerce from Cairo University and an MBA in Finance and Banking from Maastricht School of Management. He is also a graduate of the Chase Manhattan Bank Credit Program.



Mr. Mounir Nakhla
Founder and CEO of MNT-Halan

Mr. Nakhla is the Founder and CEO of MNT-Halan, Egypt's largest and fastest growing lender to the unbanked. Due to Mr. Nakhla's entrepreneurial drive, shrewd management style, and hands-on, bias-for-action approach to problem-solving, Halan is positioned to being the fastest growing fintech player in the region with two million downloads surpassed and the facilitation of millions of transactions. Prior to Halan, Mr. Nakhla established

what is now Egypt's largest microfinance company in 2015 and an asset-based microfinance company in 2010 that focused on selling two- and three-wheelers, where both companies have disbursed more than USD 1.7 billion since inception. Mr. Nakhla holds an MSc in Environment and Development from the London School of Economics (2003) and a BSc in International Business Studies from the European Business School (2000).



Mr. Ahmed Ossama
Managing Director of Drive
Finance

Mr. Ahmed Ossama is the Chairman and MD of Drive. He has over two decades of experience under his belt in accounting and finance across a broad range of industries, including telecoms, petroleum,

manufacturing, mining, and financial institutions. He holds a BA in Accounting from Helwan University.



Mr. Hisham Helmy
Managing Director of GB Auto Rental

Mr. Hisham Helmy joined GB Capital in 2021 as Managing Director (Executive) for GB Auto Rental. He brings more than 30 years of experience in tourism and transportation services to GB Capital. Mr. Helmy gained his accumulative experience by joining multinational franchisees, such as Hertz, Thrifty, Dollar, SIXT, and the American Telecom giant Lucent Technologies (AT&T). He also served in several major national entities, such as New Shahd Limousine (Abu Ghali Group), Alkan Travel (Alkan

Group), and Corplease (CI Capital). Before joining GB Corp, Mr. Helmy has been serving for the last 17 years in the role of General Manager. He holds a BA in English Language and Literature from Cairo University, with additional education in business management, leadership management, contracts management, budgeting and cost management, leasing, customer service, and client satisfaction.

Recruitment

GB Corp continues to work on expanding the business by utilizing strategic talent acquisitions aimed at recruiting individuals with the required experience and skillset to support the company in achieving its objectives and long-term goals. As such, the company places great importance on developing a suitable workforce by ensuring the implementation of a fair and objective hiring process. To that end, candidates are assessed based on their qualifications and abilities, in line with the standards outlined in GB Corp’s equality and diversity policies, prioritizing merit over factors such as age, race, gender, or religion.

GB Corp is pleased to have recruited 1,050 new employees in 2024, 400 of which are female hires and 650 of which are male hires. To place its new hires on the right path toward success, GB Corp offers thorough onboarding and induction programs, ensuring that new hires become familiarized with company policies, procedures, and systems. Additionally, and as part of its

role in helping employees unlock their full potential, the company is committed to adopting a supportive environment that addresses the distinct needs of each employee. Furthermore, GB Corp is always ready to provide employees with disabilities with all the resources and support necessary to ensure their success.

The promotion of diversity, inclusion, and non-discriminatory practices forms the fundamental principle of GB Corp’s recruitment strategy, and the company is committed to nurturing an environment that values and develops the skills of all dedicated employees, including those from underrepresented groups. On that front, since there has historically been a noticeable gender disparity within the Egyptian automotive industry, GB Corp actively highlights and celebrates the achievements, contributions, and success stories of women within the industry while simultaneously ensuring that they feel empowered and are provided with equal opportunities.



Employee Recognition and Engagement

GB People’s Choice

Launched in August 2022, GB’s Choice Recognition Ceremony is a social recognition program designed with the goal of fostering a positive work environment by empowering and acknowledging employees. Through the program, GB Corp is able to provide emotional support, boost morale, and help employees feel more valued and inspired

during challenging times. The award winners are chosen based on three main categories that award behavior, personal and professional development, and promote good citizenship. In 2024, 35 winners were honored in appreciation of their efforts and lasting impact withing the company.



First-Line Manager Team Building

Setting up a strong organization and cohesive team requires more than just hiring skilled professionals; it also entails developing effective collaboration and communication among team members. Recognizing this, GB Corp regularly holds numerous

initiatives during the year aimed at aligning overall goals, nurturing productive working relationships, clarifying team members’ roles, and promoting problem-solving skills.

PC Parts Day

As part of GB Corp’s efforts in promoting teamwork and fostering a healthy work environment, the PC spare parts division continues to hold its annual PC Parts Day. This year’s event featured a number of engaging activities that promote teamwork and collaboration, providing employees, including

members of top management, with a shared experience. The initiative acts as a platform for raising employee engagement, strengthening team spirit, and facilitating networking opportunities outside the typical office setting.

Drive Team Building Day

During the year, Drive Finance organized its annual Drive Team Building Day, bringing together more than 400 employees in a friendly and vibrant setting, with the aim of fostering engagement, strengthening bonds, and facilitating

communication among teams. By setting up several team-building activities, participants worked in teams to achieve common goals, enhance morale, and nurture a sense of unity and belonging within the organization.



For just under a decade, the GB Academy was under the management of German SIS-Middle East GmbH (Saxony International School), a reflection of its dedication to excellence in education. The Academy aims to instill the understanding that learning is a valuable investment for future success, with a vision of setting the pace in a world of lifelong learning and a mission focused on enhancing the competitiveness of the Egyptian economy through practical training and tailored programs that adhere to globally recognized standards.

Requirement	2024
Total Training Hours	92,665
Total Training Days	2,730
Total Number of Attendees	18,533
Online Attendees	420
In-Class Attendees	18,113
Female Attendees (%)	19%



Talent Management and Organizational Development

GB Stars

Established by GB Corp, GB Stars is an initiative designed to promote an environment that offers team members abundant opportunities for both personal and professional development, which is crucial for their progression into managerial roles within the company. The program involves mentorship, developmental activities, and practical on-the-job assignments, all geared toward empowering selected individuals with the requisite skills for future managerial responsibilities within the company. On that front, the talent team evaluates prospective candidates annually, assessing their existing competencies and growth potential.

This year at the annual GB Stars event, eight teams consisting of 38 members came together at the GB Academy to celebrate the class of 2023/2024, joined by GB Corp executives, including CEO Mr. Nader Ghabbour.



GB Corp Middle Management Program

“U-Turn”, GB Corp’s Middle Management Event that was held at El Alamein, brought together 150 middle managers in a two-day gathering to build connections, improve communication, develop trust, and cultivate a positive culture, all with the goal of empowering the leaders of tomorrow.

By holding a series of workshops, sessions, and activities, GB Corp’s middle managers showcased remarkable passion and devotion toward building a collaborative work environment to enhance overall performance and set the stage for a bright and unified future.



Transforming HR Personnel into Employee Relations

Aligned with GB Corp's commitment to continuous development and organizational excellence, the HR Personnel Department has been transformed into an Employee Relations function. This strategic initiative reflects our dedication to equipping teams with the skills and expertise needed to drive innovation and organizational progress. On that front, and throughout 2024, 17 HR team members embarked on an intensive journey of growth and learning, mastering HR policies, labor law, social insurance, and critical behavioral competencies.



Executive Coaching

Since it was first implemented in 2018, GB Corp's leadership journey has consisted of a series of coaching and leadership sessions involving executives, middle management, first-line managers, and staff members, which have since transformed the company's environment to facilitate collaboration across all levels of the organization. As part of the sessions, leaders from across GB Corp actively engage in discussions aimed at sharing valuable experiences on important topics, such as adaptability and resilience, which were discussed during this year's executive coaching event. GB Corp continues to leverage these necessary skills to navigate challenging operating conditions and effectively guide the company toward success.

Robotics Process Automation – Three-Way Match for Foreign

As part of GB Corp's ongoing commitment to driving efficiency and reducing manual workloads, the Digital Transformation Business Unit has introduced the Three-Way Match For Foreign Automation Project, which automates the comparison of total amounts between several key reports, such as receipts and supplier invoices for foreign orders. This initiative represents a significant step forward in automating critical financial processes and marks another milestone in the company's journey toward becoming a digitally empowered organization.

Customer Service Interactive Workshop

GB Corp emphasizes the importance of continuous training and development across all organizational levels as fundamental to building and sustaining a successful company. On that front, GB Corp designed a thorough workshop to enhance the customer service skills of its Sales Greeters, ensuring that customers are greeted by informed professionals capable of addressing their inquiries and requests in a swift and effective manner. Additionally, the company continues to work on enhancing the overall customer experience and creating welcoming environments across all stores, showrooms, and service centers.

Energy Management System (EnMS) Implementation Training


To achieve its sustainability goals, GB Corp held an EnMS implementation training session with the goal of guiding managers throughout the organization on how to implement energy management systems in accordance with ISO 50001. The contents of the training program were based on the United Nations Industrial Development Organization's (UNIDO) practical guide for implementing energy management systems, with a central message that it is not difficult to cut down on energy consumption across the company as long as effective energy management systems are properly set up.

Compensation and Benefits

GB Corp prioritizes the well-being, satisfaction, and motivation of its workforce, aiming to empower them for success and growth. In addition to competitive compensation, GB Corp offers its team members a comprehensive benefits package tailored to their needs, recognizing their hard work and dedication.

All Employees	Blue-Collar Employees	Need-to Basis
Life Insurance	Back-to-school packages	Company car
Medical Insurance	Ramadan food packages	Mobile phone
Pension Plan	Meal	Travel allowance
Company Buses		Relocation allowance
Loans		
Short Mission		

Vodafone 50% Discount Offer

 All GB Corp employees are entitled to receive Vodafone's latest corporate offer, a 50% discount on a selection of plans. Additionally, GB Corp organized on-site activations in collaboration with Vodafone, where Vodafone personnel were present to assist with activations and address any questions.

Health, Safety, and Mental Health

AXA One Health Campaign



GB Corp is steadfast in its commitment to always taking the proper steps to safeguard the health and safety of its employees. To that end, the Company launched the “AXA One Health Wellness Campaign” in 2023 in partnership with AXA One Health. The initiative, which targets all of GB Corp’s employees, seeks to raise awareness of widespread illnesses through on-site screening and awareness seminars delivered by medical experts. By setting up those procedures across all locations, GB Corp is able to ensure that the health and safety of its employees is always prioritized.

The Institution of Occupational Safety and Health Advanced Training Course



Ensuring employees’ health and safety across it Prima, Sadat, and Badr facilities remains a top priority at GB Corp, given that prioritizing health and safety has proven its effectiveness in reducing manufacturing hazards and risks, therefore decreasing absenteeism and turnover rates. On that front, the Manufacturing Leaders, Industrial Safety Team, and the Medical Department attended a refresher advanced training course in 2024, delivered by the Institution of Occupational Safety and Health, to stay up to date with the latest health and safety fundamentals.



Whistleblowing Policy – An Open and Safe Culture

GB Corp is dedicated to fostering a safe and open culture that encourages everyone to freely share their views and address challenges. Specifically, the company continues to uphold a culture that positions inclusivity at the heart of its values and operational ethos. Accordingly, and as part of its dedication to fairness and integrity, GB

Corp’s Compliance Business unit introduced the GB Whistleblowing policy, which provides an avenue for employees to anonymously report suspected misconduct. The policy ensures quick and appropriate follow-up by management on any concerns raised by customers, suppliers, employees, or external parties.

Back to School

During the year, GB Corp distributed 3,500 school supply boxes to workers across all company locations as part of the company’s annual Back to School initiative, which targets GB Corp’s blue-collar

employees. Additionally, the company held the latest edition of the annual Mawaheb Awladna competition, which provides a platform for the children of GB Corp’s employees to showcase their talents.

Female Empowerment

GB Talks – Women Leadership

The Egyptian automotive sector has historically been known for its lack of gender diversity. In an attempt to address this, GB Corp has declared March of every year as a month dedicated to acknowledging and empowering the women who work for the company. This year, GB Corp

celebrated Women’s Month by hosting its “Be Yourself” workshop, led by Cherine Kallal and Sherine Ezzat, two of GB Corp’s esteemed female leaders. The event marked a day of inspiration, activities, and insightful discussions that was enjoyed by all.



The background features abstract, metallic-looking geometric shapes. On the left, there are blue, angular forms that resemble stylized leaves or petals. On the right, there are gold-colored, more complex, multi-layered structures that look like stylized flowers or intricate mechanical parts. The overall color scheme is a deep blue with accents of bright blue and gold.

Financial Statements

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Auditor's Report

To the Shareholders of GB Corp (S.A.E.)

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of GB Corp (S.A.E.), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated Statements of Profit or Loss and comprehensive income, changes in equity and cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Consolidated Financial Statements

These consolidated financial statements are the responsibility of Company's management. Management is responsible for the preparation and fair presentation of these Consolidated financial statements in accordance with the Egyptian Accounting Standards and in the light of the prevailing Egyptian laws, management responsibility includes, designing, implementing and maintaining internal control relevant to the preparation and fair presentation of Consolidated financial statements that are free from material misstatement, whether due to fraud or error; management responsibility also includes selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Egyptian Standards on Auditing and in the light of the prevailing Egyptian laws. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Basis of qualified opinion

We were not provided with the consolidated audited financial statements for the financial year ended December 31, 2024 for one of the associate companies (MNT – BV – Consolidated) which is accounted for using the equity method, as the group owns approximately 44% of the shares of this company, in order to verify the accuracy of calculating the group's share of the profits resulting from this investment amounted to EGP 849,906,000 recorded by the company's management during the year

Qualified Opinion

Except for the impact of the potential adjustments, the necessity of which could have been determined if we were able to obtain the consolidated audited financial statements for the financial ear ending December 31, 2024, for one of the associate companies (MNT – BV – Consolidated) in order to verify the accuracy of calculating the group's share of the profits resulting from this investment amounted to EGP 849,906,000 recorded by the company's management during the year, in our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of GB Corp (S.A.E) as at December 31, 2024, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the Egyptian Accounting Standards and the Egyptian laws and regulations relating to the preparation of these consolidated financial statements.

KPMG Hazem Hassan

Public Accountants & Consultants


Cairo February 27, 2025

Consolidated Statement of Financial Position

As at December 31, 2024

(All amounts in thousand Egyptian Pound)	Note No.	31 December 2024	Restated 31 December 2023
Assets			
Non-current assets			
Property, plant, equipment and projects under construction	(17)	8 193 201	5 965 736
Assets right of use	(18-A)	1 115 089	530 025
Intangible assets and goodwill	(19)	1 052 278	535 108
Investment in associate	(35)	11 598 273	10 395 492
Investments in fair value through OCI	(36-A)	145 261	106 500
Long term notes receivables	(13)	7 610 377	5 382 482
Deferred tax assets	(11-B)	111 767	186 945
Investment property	(20)	-	90 905
Debtors and other debit balances	(15-A)	285 887	182 642
Subordinated Loan	(35)	-	50 000
Total non-current assets		30 112 133	23 425 835
Current assets			
Assets held for sale	(44)	896 270	855 000
Inventories	(12)	21 134 299	6 366 072
Accounts and notes receivables	(14)	7 581 323	4 042 327
Investments in fair value through profit or losses	(36-B)	79 999	-
Debtors and other debit balances	(15-B)	5 446 827	2 998 442
Due from related parties	(34)	53 286	347 598
Cash and cash equivalents	(16)	7 420 866	4 504 238
Total current assets		42 612 870	19 113 677
Total assets		72 725 003	42 539 512
Equity			
Issued and paid in capital	(21)	1 085 500	1 085 500
Reserve for financial Solvency	(43)	122 655	7 612
General risk reserve	(42)	1 359	-
Legal reserve	(23)	710 245	562 734
Other reserves	(24)	7 890 066	4 568 492
Private risk reserve - Non banking financial service	(41)	20 393	20 393
Retained Earning		12 680 163	11 657 492
Net Profit for the year		2 928 121	1 890 727
Equity attributable to parent Company		25 438 502	19 792 950
Non-controlling interests	(25)	1 978 417	1 362 958
Total equity		27 416 919	21 155 908
Liabilities			
Non-current liabilities			
Loans	(27)	6 835 835	4 563 174
Long term Bonds	(39)	120 000	200 000
Long term notes payables and creditors		384 389	288 593
Right of use Liability	(18-B)	1 123 775	478 235
Warranty provisions	(29)	7 070	7 070
Deferred tax liabilities	(11-B)	401 974	333 053
Total non-current liabilities		8 873 043	5 870 125
Current liabilities			
Provisions	(29)	702 803	411 424
Current tax liabilities	(11-A)	744 120	344 262
Loans, borrowings and overdrafts	(27)	15 572 866	7 674 496
Due to related parties	(34)	2 058	68
Bonds	(39)	80 000	80 000
Operating Lease Liabilities	(18-B)	211 359	117 323
Trade payables and other credit balances	(28)	19 121 835	6 885 906
Total current liabilities		36 435 041	15 513 479
Total liabilities		45 308 084	21 383 604
Total equity and liabilities		72 725 003	42 539 512

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.



Abbas Elsayed

Group Chief Financial Officer and Executive Board Member



Nader Ghabbour

Executive Board Member

Consolidated Statement of Profit or Loss

For the financial year ended 31 December 2024

(All amounts in thousand Egyptian Pound)	Note No.	31 December 2024	Restated 31 December 2023
Operating revenue	(5)	53 969 539	28 317 230
Operating cost	(5)	(43 454 917)	(21 432 690)
Gross profit	(5)	10 514 622	6 884 540
Other income	(6)	505 593	523 052
Selling and marketing expenses	(37)	(1 815 019)	(1 027 837)
General and administrative expenses	(37)	(3 028 632)	(2 402 802)
Other expenses	(8)	(240 108)	(337 001)
Expected credit losses	(9)	(115 616)	(2 659)
Operating Profit		5 820 840	3 637 293
Finance costs (Net)	(7)	(2 689 349)	(2 465 024)
Gain from investment in associate	(35)	867 641	1 066 090
(Loss) / Gain from sale & Revaluation of investment associate		-	(4 425)
Net profit for the year before income tax		3 999 132	2 233 934
Income tax	(11-C)	(939 239)	(422 406)
Net profit for the year after income tax		3 059 893	1 811 528
Attributable to:			
Shareholder's of the parent company		2 928 121	1 890 727
Non-controlling interests		131 772	(79 199)
		3 059 893	1 811 528
Basic earning per share (EGP/Share)	(10)	2.609	1.682

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.

Consolidated Statement of Comprehensive Income

For the financial year ended 31 December 2024

(All amounts in thousand Egyptian Pound)	Note No.	31 December 2024	31 December 2023
Net profit for the year after income tax		3 059 893	1 811 528
Other comprehensive income items			
Foreign currency translation difference		3 729 319	1 222 124
Modification of fixed assets cost	(45-I-1)	(9 379)	(13 368)
Total other comprehensive income for the year before income tax		3 719 940	1 208 756
Income tax related to other comprehensive income	(11-B)	3 455	1 320
Total other comprehensive income for the year after income tax		3 723 395	1 210 076
Total comprehensive income for the year		6 783 288	3 021 604
Comprehensive income is attributable to:			
Shareholder's of the parent company		6 249 696	2 946 857
Non-controlling interests		533 592	74 747
		6 783 288	3 021 604

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.

Consolidated Statement of Changes in Equity

For the financial year ended 31 December 2024

Shareholder's equity of the parent company													
		Share capital	w/Legal reserve	Foreign currency translation reserve	"ESOP (Fair value) reserve"	Revaluation surplus of fixed assets reserve (45-I-1)	Share premium (Special reserve)	"Reserve for financial solvency risk (41)"	special risk reserve - Non banking financial service	Retained Earning for the year	Total	Controlling Interests	Total equity
(All amounts in thousand Egyptian Pound)	Note No.												
Balance at December 31, 2023		1 085 500	562 734	3 333 145	88 882	57 789	904 041	7 612	-	20 393 11 887 833	1 890 727 19 838 656	1 362 958	21 201 614
Adjustments on the beginning balance	(40)	-	-	184 635	-	-	-	-	-	(230 341)	-	-	(45 706)
Balance at December 31, 2023 Restated		1 085 500	562 734	3 517 780	88 882	57 789	904 041	7 612	-	20 393 11 657 492	1 890 727 19 792 950	1 362 958	21 155 908
Transferred to retained earnings		-	-	-	-	-	-	-	-	1 890 727 (1 890 727)	-	-	-
Total comprehensive income													
Net profit for the year		-	-	-	-	-	-	-	-	2 928 121	2 928 121	131 772	3 059 893
Modification surplus of fixed assets cost after income tax		-	-	-	-	(5 924)	-	-	-	-	(5 924)	-	(5 924)
Other Comprehensive income items		-	-	3 327 498	-	-	-	-	-	-	3 327 498	401 821	3 729 319
Total comprehensive income		-	-	3 327 498	-	(5 924)	-	-	-	2 928 121 6 249 695	533 593	6 783 288	
Transactions with owners of the Company													
Reserve for financial solvency risk		-	-	-	-	-	-	115 043	-	(115 043)	-	-	-
Modification of fixed assets cost		-	-	-	-	-	-	-	-	9 098	9 098	-	9 098
General risk reserve		-	-	-	-	-	-	-	1 359	(1 359)	-	-	-
Dividends Distributions		-	-	-	-	-	-	-	-	(588 232)	(588 232)	(15 751)	(603 983)
Change in non-controlling interests without changing in control		-	-	-	-	-	-	-	-	(25 009)	(25 009)	25 009	
Transferred to legal reserve		-	147 511	-	-	-	-	-	-	(147 511)	-	-	-
Capital increase		-	-	-	-	-	-	-	-	-	-	72 608	72 608
Total Transactions with owners of the company		-	147 511	-	-	-	-	115 043 1 359	-	(868 056)	- (604 143)	81 866	(522 277)
Balance at December 31, 2024		1 085 500	710 245	6 845 278	88 882	51 865	904 041	122 655 1 359	20 393 12 680 163	2 928 121 25 438 502	1 978 417	27 416 919	

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.

Consolidated Statement of Shareholders Equity

For the financial year ended 31 December 2024

31 December 2023	Shareholder's equity of the parent company									
	Share capital	Legal reserve	Foreign currency translation reserve	"ESOP (Fair value) reserve"	Revaluation surplus of fixed assets (45-I-I)	Share premium (Special reserve)	Reserve for financial solvency	General risk reserve	Private risk reserve - Non banking financial service	Non-controlling interests
(All amounts in thousand Egyptian Pound)										
Balance at December 31, 2022	1 085 500	533 542	2 214 460	88 882	69 837	904 041	10 711	131	20 393	728 195
Transferred to retained earnings	-	-	-	-	-	-	-	-	9 984 958	-
Total comprehensive income										
Net profit for the year	-	-	-	-	-	-	-	-	1 890 727	(79 199)
Modification surplus of fixed assets after income tax (Net)	-	-	-	-	(12 048)	-	-	-	-	(12 048)
Other Comprehensive income items	-	-	1 014 871	-	-	-	-	-	-	207 253
Total comprehensive income	-	-	1 014 871	-	(12 048)	-	-	-	1 890 727	128 054
Transactions with owners of the Company										
Reserve for financial solvency	-	-	-	-	-	-	4 792	-	(4 792)	-
Modification surplus of fixed assets .	-	-	-	-	-	-	-	-	13 368	-
General risk reserve	-	-	-	-	-	-	-	(131)	131	-
Dividends	-	-	-	-	-	-	-	-	(64 636)	(159 087)
Change in non-controlling interests without changing in control	-	(25 245)	103 814	-	-	-	(7 891)	-	193 142	647 573
Capital increase	-	-	-	-	-	-	-	-	-	15 535
Transferred to legal reserve	-	54 437	-	-	-	-	-	-	(54 437)	-
Payment under capital increase	-	-	-	-	-	-	-	-	-	2 688
Total Transactions with owners of the company	-	29 192	103 814	-	-	-	(3 099)	(131)	82 776	719 261
Balance at December 31, 2023	1 085 500	562 734	3 333 145	88 882	57 789	904 041	7 612	-	20 393	1 362 958
Adjustments on the Ending balance	-	-	184 635	-	-	-	-	-	(230 341)	-
Balance at December 31, 2023 Restated	1 085 500	562 734	3 517 780	88 882	57 789	904 041	7 612	-	20 393	1 362 958

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.

Consolidated Statement of Cash Flows

For the financial year ended 31 December 2024

	Note No.	31 December 2024	Restated 31 December 2023
Net profit for the year before tax		3 999 132	2 233 934
Adjustments for:			
Interest expense	(7)	2 882 401	1 296 592
Depreciation and amortization for the year	(17,18,19)	1 138 459	531 403
Provisions movements	(29)	237 937	97 712
Impairment losses on current assets		205 904	5 495
Interest income	(7)	(484 619)	(330 691)
Loss from sale & Revaluation of investment associate		-	4 425
Gain from sale of property, plant, equipment and assets held for sale	(6)	(132 247)	(37 741)
Impairment on fixed assets		-	375 486
Gain from investment in associate		(867 641)	(1 066 090)
Unrealized foreign currency exchange losses		616 304	77 699
		7 595 630	3 188 224
Changes in:			
Inventories		(13 586 959)	(2 204 041)
Accounts and notes receivables		(5 737 127)	(3 248 248)
Debtors and other debit balances		(1 585 831)	957 158
Due from related parties		(256 287)	(185 199)
Due to related parties		1 990	(101 671)
Payment rent for asset right of use		(85 962)	(67 687)
Proceeds from loans and borrowings		3 840 496	1 844 623
Trade payables and other credit balances		11 960 244	1 060 761
Cash provided from operating activities		2 146 192	1 243 920
Provisions used		(49 797)	(45 082)
Income tax paid		(391 828)	(328 651)
Dividends distributions paid for employees and Board of Directors		(138 483)	(45 560)
Net cash provided from operating activities		1 566 084	824 627
Cash flows from investing activities			
Payment for acquisition of property, plant, equipment and projects under constructions		(3 171 932)	(2 055 955)
Payment to acquire non controlling interest		-	(7 000)
Proceeds from sale of shares from subsidiaries		-	1 032 134
Payment for acquisition of intangible assets		(25 520)	(7 431)
Interest income received		592 112	184 412
Payment under investment		(79 999)	-
Payment for acquisition of investments in subsidiaries		(187 259)	-
Paid for other investments and associates		(516 591)	-
Proceeds from sale of property, plant, equipment and assets held for sale		313 109	254 341
Net cash (used in) investing activities		(3 076 080)	(599 499)
Cash flows from financing activities			
Bonds		(80 000)	(241 538)
Dividends paid - Shareholders		(217 000)	-
Proceeds from loans and borrowings		6 330 535	1 412 503
Long-Term notes payable		95 796	(91 724)
Interest expense paid		(2 711 478)	(1 348 858)
Net cash Provided from / (used in) financing activities		3 417 853	(269 617)
Net Increase in cash and cash equivalents		1 907 857	(44 489)
Cash and cash equivalents at the beginning of the year		4 506 907	4 098 184
Effect of movements in exchange rates on cash and cash equivalents		1 007 785	453 212
Cash and cash equivalents at end of the year	16	7 422 549	4 506 907

* The accompanying notes form an integral part of these consolidated financial statements, and to be read therewith.

1. Background of the Group

GB Corp S.A.E is an Egyptian joint stock Company “The Company” incorporated on July 15,1999 under the name of GB Capital for Trading and Capital Lease and under Law No. 159 of 1981, and was registered in the commercial register under No. 3422, Cairo.

Based on the decision of the Extraordinary General Assembly Meeting held on April 26, 2007, it has been agreed to change the Company’s name to be GB Auto. This amendment was registered in the commercial register on May 23, 2007.

Based on the decision of the Extraordinary General Assembly Meeting held on March 26, 2023, it has been agreed to change the Company’s name to be GB Corp S.A.E This amendment was registered in the commercial register on May 7, 2023.

The Company is domiciled in the Industrial Zone – Abou Rawash Kilo meter 28 Cairo – Alexandria Desert Road, Arab Republic of Egypt.

The Company and its subsidiaries (will be referred to as “the Group”) main activities include trading, distributing and marketing of all transportation means including heavy trucks, semi-trucks, passenger cars, buses, mini buses, micro buses, agriculture tractors, crans, mechanical tools equipment for soil movement and motors with their different structures and types whether locally manufactured and imported new and used ones and trading in spare parts, accessories whether locally manufactured or imported and tires for vehicles and equipment whether locally manufactured and tires for vehicles and equipment whether locally manufactured or imported. The Company also undertakes import and export activities, selling locally manufactured and imported products for cash, on credit or through finance leasing and microfinance. Also trade in all goods including light trucks and sale by instalments and provide services of factoring and nonbanking financial services. The factoring services intended to buy existing and future rights of sellers of goods and services and provide related services.

The major shareholders of the Company are the family of Dr. Raouf Ghabbour who collectively owns 63.38% and El Olayan Saudi Investment Company owns 7.04% and The Miri Strategic Emerging Markets Fund LP company owns 5.10% and other investors owns 24.48% of the Company’s shares as at December 31, 2024.

The consolidated financial statements were authorized for issue by the Company’s Board of Directors on February 27, 2025.

2. Basis of preparation of consolidated financial statements

The consolidated financial statements have been prepared in accordance with the updated Egyptian Accounting Standards (EAS) and the related Egyptian laws and regulations.

3. Functional and presentation currency

The consolidated financial statements are presented in Egyptian Pounds which is the Group’s functional currency.

4. Use of judgement and estimates

- › In preparing the consolidated financial statements in accordance with Egyptian Accounting Standards (EAS), management has made judgements, estimates and assumptions that affect the application of the Group’s accounting policies and the reported amounts of assets, liabilities, income and expenses. These estimates and assumptions are based on past experience and various factors. Actual results may differ from these estimates.
- › Estimates and underlying assumptions are reviewed on an ongoing basis.
- › The recognition of the change in accounting estimates in the period in which the change in estimate occurs, if the change affects only that period, or in the period of change and future periods if the change affects both.

A. Measurement of fair value

- › The fair value of financial instruments determines based on the market value of a financial instrument or similar financial instruments at the date of the financial statements without deducting any estimated future costs of sale. The financial asset values are determined at current prices for the purchase of those assets, while determining the value of financial liabilities at current prices, which could be settled by those liabilities.
- › In the absence of an active market to determine the fair value of financial instruments, the fair value is estimated using various valuation techniques, taking into consideration the transactions price that has recently or be guided by the current fair value of other instruments which is substantially similar. Or the use of discounted cash flow or any other evaluation method that leads to results that can be relied upon it.
- › When using the discounted cash flow method as a way for the evaluation, the future cash flows are estimated based on the best estimates of management. And determined the discount rate used in the prevailing market price at the date of the financial statements of financial instruments are similar in nature and terms.

5. Operating Segments

- › The Group has the following four operational segments, which are its reportable segments to top management. These segments offer different products and services and are managed separately because they require different technology and marketing strategies.
- › The following summary describes the operations for each reportable segment:
- › Reportable segmentOperations

Reportable segment	Operations
Passenger car	Trading, distributing, and marketing for all kinds of passenger cars, whether locally manufactured or imported.
Buses and trucks	Trading, distributing, and marketing for all kinds of heavy trucks, semi-trucks, buses, minibuses, micro buses, agriculture tractors, whether locally manufactured or imported.
2 & 3 Wheels	Trading, distributing, and marketing for all kinds of 2 & 3 Wheels, whether locally manufactured or imported.
Financial non-Banking Services	Providing services of investments and real estate financing and insurance and provides services of factoring and financial non-banking services. And operation and finance lease and microfinancing and factoring services intended to buy existing and future rights of sellers of goods and services and provide related services and selling the locally and imported goods and products by cash or on credit and trade in all kinds of goods such as light transportation and selling it by installments.
Other Operations	Trading spare parts, and its accessories whether locally manufactured or imported, tires for vehicles and equipment whether locally manufactured or imported and exported.

A. Total Revenue

1. Percentage of total Revenue by sectors

	December 31, 2024	%	December 31, 2023	%
Passenger car	37 523 349	69.53%	17 244 504	60.89%
Buses and trucks	3 984 793	7.38%	2 324 404	8.21%
2 & 3 Wheels	2 188 442	4.05%	1 921 730	6.79%
Financial non-Banking Services	6 904 571	12.79%	4 463 221	15.76%
Other Operations	3 368 384	6.24%	2 363 371	8.35%
	53 969 539	100%	28 317 230	100%

2. Percentage of revenues from foreign operations out of total revenues

	December 31, 2024	%	December 31, 2023	%
Passenger car	10 867 511	28.96%	5 535 486	32.10%
2 & 3 Wheels	810 289	37.03%	1 067 521	55.55%

B. Sectors results

	December 31, 2024	%	December 31, 2023	%
Passenger car	6 569 648	62.48%	4 064 921	59.04%
Buses and trucks	1 075 861	10.23%	564 322	8.20%
2 & 3 Wheels	467 779	4.45%	385 026	5.59%
Financial non-Banking Services	1 457 257	13.86%	1 071 474	15.56%
Other Operations	944 077	8.98%	798 797	11.61%
	10 514 622	100%	6 884 540	100%

C. Assets

	December 31, 2024	%	December 31, 2023	%
Passenger car	21 192 066	29.14%	5 838 671	13.73%
Buses and trucks	16 974 016	23.34%	7 921 770	18.62%
2 & 3 Wheels	3 199 900	4.40%	3 627 779	8.53%
Financial non-Banking Services	18 159 433	24.97%	15 094 948	35.48%
Other Operations	13 199 588	18.15%	10 056 344	23.64%
	72 725 003	100%	42 539 512	100%

D. Liabilities

	December 31, 2024	%	December 31, 2023	%
Passenger car	16 582 759	36.60%	6 163 794	28.82%
Buses and trucks	14 040 975	30.99%	5 324 517	24.90%
2 & 3 Wheelers	335 280	0.74%	406 288	1.90%
Financial non-Banking Services	11 037 049	24.36%	7 313 334	34.20%
Other Operations	3 312 021	7.31%	2 175 671	10.18%
	45 308 084	100%	21 383 604	100%

E. Reconciliations of information on reportable segments to financial statements according to EASs

	December 31, 2024	December 31, 2023
Revenues		
Total revenues of operating segments	59 960 780	30 413 736
Elimination of revenue between group inter-segment	(5 991 241)	(2 096 506)
Consolidated Revenue	53 969 539	28 317 230
Segments result		
Gross profit of operating segment	10 733 027	6 946 685
Elimination of gross profit between group inter-segment	(218 405)	(62 145)
Consolidated Gross Profit	10 514 622	6 884 540
Assets		
Total assets of operating segments	112 204 386	76 802 482
Elimination of assets between group inter-segment	(39 479 384)	(34 217 264)
Total Consolidated Assets	72 725 002	42 585 218
Liabilities		
Total Liabilities of operating segments	68 098 091	38 572 508
Elimination of Liabilities between group inter-segment	(22 790 008)	(17 188 904)
Total Consolidated Liabilities	45 308 083	21 383 604

F. Other profit or loss amounts

	Total reportable segment	Elimination between group	"Total consolidated December 31, 2024"
Finance income	484 619	-	484 619
Interest expense and Bank Charges	(3 385 903)	503 502	(2 882 401)
Depreciation and Amortization	1 138 459	-	1 138 459

	Total reportable segment	Elimination between group	"Total consolidated December 31, 2023"
Finance income	330 691	-	330 691
Interest expense and Bank Charges	(1 592 464)	295 872	(1 296 592)
Depreciation and Amortization	531 403	-	531 403

H. Operations results

	Passenger cars		trucks and busses		Two and three Wheelers		Financial Non Banking Services		Other operations		Total	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Operating revenue	37 523 349	17 244 504	3 984 793	2 324 404	2 188 442	1 921 730	6 904 571	4 463 221	3 368 384	2 363 371	53 969 539	28 317 230
Operating cost	(30 953 701)	(13 179 583)	(2 908 932)	(1 760 082)	(1 720 663)	(1 536 704)	(5 447 314)	(3 391 747)	(2 424 307)	(1 564 574)	(43 454 917)	(21 432 691)
Gross profit	6 569 648	4 064 921	1 075 861	564 322	467 779	385 026	1 457 257	1 071 474	944 076	798 797	10 514 622	6 884 540
Selling and Marketing expenses											(1 815 019)	(1 027 837)
General and administrative expenses											(3 028 632)	(2 402 802)
Other Expenses											(240 108)	(337 001)
Expected Credit Losses											(115 616)	(2 659)
Other income											505 593	523 052
Operating profit											5 820 840	3 637 293
Gain from investment in associate											867 641	1 066 090
(loss) / gain from the sale and remeasurement of investments in associate											-	(4 425)
Finance cost (Net)											(2 689 349)	(2 465 024)
Net profit for the year before income tax											3 999 132	2 233 934
Income tax expense											(939 239)	(422 406)
Net profit for the year after income tax											3 059 893	1 811 528
Attributable to:												
Shareholders of the parent Company											2 928 121	1 890 727
Non-controlling interests											131 772	(79 199)
											3 059 893	1 811 528

6. Other Income

	December 31, 2024	December 31, 2023
Gain on sale of fixed asset	132 247	37 741
Gain from Scrap Sales	124 146	62 843
Other revenues	97 078	168 990
Incentive revenue	152 122	253 478
Total	505 593	523 052

7. Finance Costs (Net)

	Note No.	December 31, 2024	December 31, 2023
Interest income		450 578	313 906
Interest income on installment sales		34 041	16 785
Total Finance Income		484 619	330 691
Interest expense	(27)	(2 882 401)	(1 296 592)
Foreign exchange loss		(291 567)	(1 499 123)
Total Finance Cost		(3 173 968)	(2 795 715)
Net Finance Cost		(2 689 349)	(2 465 024)

8. Other Expenses

	December 31, 2024	December 31, 2023
Provisions	(240 108)	(337 001)
	(240 108)	(337 001)

9. Expected Credit Losses on Profit and Losses

	December 31, 2024	December 31, 2023
Expected credit loss of Accounts & Notes receivable	28 471	(37 755)
Expected credit loss of due from related parties	79 435	22 609
Expected credit loss of Debtors & Other debit balances	8 696	15 237
Expected Credit Loss of Cash and cash equivalent	(986)	2 568
	115 616	2 659

10. Earnings per share

A. EPS in consolidated net profit

Basic earnings per share is calculated by dividing net consolidated profit for the year by the weighted average number of ordinary shares issued during the year.

The Board of Directors of The Company prepared a dividend proposal until it is approved by The General Assembly of The Company.

	December 31, 2024	December 31, 2023
Net profit for the year (parent company share)	2 928 121	1 890 727
Employees share of profit*	(76 549)	(48 158)
Board of directors bonus*	(19 016)	(17 183)
	2 832 556	1 825 386

Divided by:

Weighted average number of ordinary shares issued	1 085 500	1 085 500
Basic profit earnings per share/ EGP	2.609	1.682

11. Income tax

A. Income tax liabilities

	December 31, 2024	Restated December 31, 2023
Balance at 1 January	344 262	324 089
Taxes paid during the year	(391 828)	(328 651)
Current income tax during the year (Note 11-C)	791 686	348 824
Balance at the end of the year	744 120	344 262

B-Deferred tax Asset and Liability

	Note No.	Fixed Assets	Carried forward losses	Inventory Impairment	Warranty Provision	Revaluation surplus of fixed assets*	Notes payable	Capital Gains	Total	
									31-Dec-23	31-Dec-22
Deferred tax assets										
Balance at 1 January		11	130 827	9 143	29 311	-	17 653	-	186 945	257 769
Charged to the profit or loss statement		-	(67 598)	(2 877)	11 032	-	(15 734)	-	(75 177)	(70 824)
Balance at the end of the year		11	63 229	6 266	40 343	-	1 919	-	111 768	186 945
Deferred tax liabilities										
Balance at 1 January		(325 530)	-	-	-	(5 057)	-	(2 466)	(333 053)	(331 615)
Charged to the profit or loss statement		(75 738)	-	-	-	-	-	3 362	(72 376)	(2 758)
Charged to Statement of comprehensive income		-	-	-	-	3 455	-	-	3 455	1 320
Balance at the end of the year		(401 268)	-	-	-	(1 602)	-	896	(401 974)	(333 053)
Net Balance at the end of the year		(401 257)	63 229	6 266	40 343	(1 602)	1 919	896	(290 206)	(146 108)
Net										
Balance at 1 January		(325 519)	130 827	9 143	29 311	(5 057)	17 653	(2 466)	(146 108)	(73 846)
Charged to the profit or loss statement	(11-C)	(75 738)	(67 598)	(2 877)	11 032	-	(15 734)	3 362	(147 553)	(73 582)
Charged to Statement of comprehensive income		-	-	-	-	3 455	-	-	3 455	1 320
Balance at the end of the year		(401 257)	63 229	6 266	40 343	(1 602)	1 919	896	(290 206)	(146 108)

* The deferred tax charge for revaluation surplus of fixed assets has been charged to the consolidated statement of other comprehensive income

Unrecognised deferred tax assets

Some deferred tax assets have not been recognised because it is not certain confirmation to use that tax benefit in the future

	December 31, 2024	December 31, 2023
Expected credit loss for accounts and notes receivables	76 819	74 380
Expected credit loss for other debit balances	30 652	20 831

Liability for temporary differences related to investments in subsidiaries, associates and joint venture was not recognized because the group controls the timing of reversal of the related temporary differences and given that they will not reverse in the foreseeable future.

C.1. Income tax expense

	December 31, 2024	Restated December 31, 2023
Current income tax (Note 11-A)	(791 686)	(348 824)
Deferred tax - (Note 11-B)	(147 553)	(73 582)
Income tax for the year	(939 239)	(422 406)

C.2. Adjustment for preparing Income Tax Expense

	December 31, 2024	December 31, 2023
Net profit for the year before income tax	3 999 132	2 233 934
Income tax rate according to the law	22.5%	22.5%
Income tax calculated according to the tax law	899 805	502 635
Adjustments	39 435	(80 229)
Income tax as shown in the income statement	939 239	422 406
Effective tax rate	23.5%	18.9%

D. Amounts recognized in OCI

	December 31, 2024			December 31,2023		
	Before Tax	Taxes	After Tax	Before Tax	Taxes	After Tax
Foreign Currency translation difference	3 729 319	-	3 729 319	1 222 124	-	1 222 124
revaluation surplus of fixed assets cost	(9 379)	3 455	(5 924)	(13 368)	1 320	(12 048)
	3 719 940	3 455	3 723 395	1 208 756	1 320	1 210 076

12. Inventories

	December 31, 2024	December 31, 2023
Goods in transit	5 757 717	1 306 965
Cars, buses and trucks	9 491 858	2 576 045
Raw material and car components	2 988 523	1 063 733
Spare parts for sale	1 827 043	958 374
Work in progress	1 224 280	391 112
Tires	202	144 300
Oils	79	1 273
Total	21 289 702	6 441 802
* Impairment of inventory	(155 403)	(75 730)
Net	21 134 299	6 366 072

* The formation and reversal of inventory impairment are charged in cost of sales at statement of profit / loss.

13. Long term notes receivables

	December 31, 2024	December 31, 2023
Long-term notes receivable *	10 349 197	6 596 222
Interest income on installment sales	(2 615 280)	(1 098 666)
Net present value for long-term notes receivable	7 733 917	5 497 556
Expected credit loss for long-term notes receivable	(123 540)	(115 074)
Net	7 610 377	5 382 482

* It represents the value of notes receivables related to operating lease activity and other financing activities with a repayment for more than one year.

14. Accounts and notes receivables

	December 31, 2024	December 31, 2023
Total notes receivable	7 044 670	3 805 621
Unamortized interest	(2 615 280)	(1 098 666)
Net present value for short-term notes receivable	4 429 390	2 706 955
Trade receivable	3 369 809	1 550 874
Total	7 799 199	4 257 829
Expected credit loss for accounts and notes receivable balances	(217 876)	(215 502)
Net	7 581 323	4 042 327

Oit loss for accounts and notes receivables according to the expected losses model on December 31, 2024:"

1. Non Banking -Financial Services

	Stage 1: Expected credit losses over 12 months	Stage 2: Lifetime ECL that is not credit impaired	Stage 3: Lifetime ECL with impaired credit	Total
Account & notes receivables	11 189 875	209 084	284 384	11 683 343
Deduct:				
Expected credit loss for accounts and notes receivable balances	(39 193)	(19 187)	(143 654)	(202 034)
Net	11 150 682	189 897	140 730	11 481 309

2. The sector of passenger and transport vehicles, buses, two- and three-wheelers vehicles and other operations

	The Balance	* The percentage of expected losses	"Expected credit loss of account & notes receivables"	Net
Notes Receivable	559 325	3.39%	(18 979)	540 346
Trade receivables	2 856 152	2%	(64 582)	2 791 570
From 1 to 30	260 295	2.5%	(6 510)	253 785
From 31 to 60	81 484	6%	(5 159)	76 325
From 61 to 90	22 187	19%	(4 170)	18 017
From 91 to 120	4 938	32%	(1 577)	3 361
More than 120	65 392	59%	(38 405)	26 987
Total	3 849 773		(139 382)	3 710 391

*** The percentage vary according to the nature of each sector of the group and the payment method nature of customers (Bank purchase order customers - Governmental customers - Credit customers - Insurance & Foreign warranty customers - Other customers)"

15. Debtors and other debit balances
A. Long term debtors and other debit balance

	December 31, 2024	December 31, 2023
Excess in securitization operations *	285 887	182 642
	285 887	182 642

* This amount represents the Net Present Value of Reserve related to the securitization transactions to be collected back at the end of the securitization process based on the special condition included in each Information Memo and the financial model.

B. Debtors and other debit balances

	December 31, 2024	December 31, 2023
Advance payments to suppliers	1 616 468	971 926
Withholding tax	780 197	487 668
Value added tax	413 647	50 696
Accrued interest	38 786	146 279
Accrued revenue	462 425	152 399
Letters of credit	1 118 470	442 262
Prepaid expenses	416 374	196 206
Security deposits with others	31 416	16 217
Letters of guarantee	237 521	208 238
Staff loans and custodies	47 480	90 936
Other debit balances	413 087	326 328
Customs duties	7 185	1 869
Total	5 583 056	3 091 024
Expected credit loss for debtor and other debit balances	(136 229)	(92 582)
Net	5 446 827	2 998 442

16. Cash and cash equivalents

	December 31, 2024	December 31, 2023
Time deposits	3 468 453	931 063
Cash on hand and in banks	3 660 802	3 401 510
Checks under collections	211 294	54 103
Treasury bills	82 000	120 231
Cash and Cash equivalents According to cash flow	7 422 549	4 506 907
Expected credit loss for Cash and cash equivalant	(1 683)	(2 669)
Net	7 420 866	4 504 238

17. Property, plant, equipments and projects under construction

	Land and Buildings	Machinery & equipment	Vehicles	Computers	Fixtures & furniture	Leasehold improvements	* Projects under construction	Total
Cost								
Cost at 1 January 2023	3 080 657	1 075 972	788 775	197 604	1 115 908	128 017	766 348	7 153 281
Additions during the year	263 827	70 683	221 711	14 746	16 403	3 350	1 109 508	1 700 228
Transferred from projects under construction to PP&E and intangible assets	91 160	22 374	-	7 447	91 455	-	(212 436)	-
Disposals during the year	(87 226)	(5 702)	(69 160)	(4 429)	(15 753)	(203)	(12 059)	(194 532)
Effect of movements of translation of foreign entities	170 361	19 112	11 961	4 645	51 389	6 146	-	263 614
Balance at 31 December 2023	3 518 779	1 182 439	953 287	220 013	1 259 402	137 310	1 651 361	8 922 591
Cost at 1 January 2024	3 518 779	1 182 439	953 287	220 013	1 259 402	137 310	1 651 361	8 922 591
Additions during the year	147 305	99 496	569 717	62 304	138 218	12 243	1 348 429	2 377 712
Transferred from projects under construction to PP&E and intangible assets	1 282	178 471	-	268	71 572	13 350	(305 337)	(40 394)
Disposals during the year	(54 907)	(10 164)	(259 939)	(2 986)	(39 884)	(2 625)	(490)	(370 995)
Effect of movements of translation of foreign entities	417 839	75 213	45 792	18 601	180 464	16 384	-	754 293
Balance at 31 December 2024	4 030 298	1 525 455	1 308 857	298 200	1 609 772	176 662	2 693 962	11 643 207
Accumulated depreciation and impairment losses								
Accumulated depreciation at 1 January 2023	428 173	692 021	284 168	185 990	577 901	39 854	-	2 208 107
Depreciation during the year	46 720	91 185	85 858	26 567	102 921	11 338	-	364 589
Disposals during the year	(13 961)	(3 688)	(38 802)	(2 369)	(10 702)	(197)	-	(69 719)
Effect of accumulated depreciation modification using modification factor	-	(1 315)	(2 429)	-	(2 188)	-	-	(5 932)
Impairment of fixed asset**	370 653	4 687	-	-	22	122	-	375 484
Effect of movements of translation of foreign entities	37 907	11 430	(3 131)	4 351	28 145	5 624	-	84 326
Accumulated depreciation at 31 December 2023	869 492	794 320	325 664	214 539	696 099	56 741	-	2 956 855
Accumulated depreciation at 1 January 2024	869 492	794 320	325 664	214 539	696 099	56 741	-	2 956 855
Depreciation during the year	46 783	111 108	128 916	21 157	112 081	9 439	-	429 484
Disposals during the year	(1 464)	(6 169)	(195 831)	(2 530)	(25 391)	-	-	(231 385)
Effect of accumulated depreciation modification using modification factor	-	(118)	(4 421)	-	(627)	-	-	(5 166)
Effect of movements of exchange rates	118 530	44 789	450	15 893	102 406	18 150	-	300 218
Accumulated depreciation at 31 December 2024	1 033 341	943 930	254 778	249 060	884 569	84 330	-	3 450 006
Net carrying Amount								
At 1 January 2023	2 652 484	383 951	504 607	11 614	538 007	88 163	766 348	4 945 174
At 31 December 2023	2 649 287	388 119	627 623	5 474	563 303	80 569	1 651 361	5 965 736
At 31 December 2024	2 996 957	581 525	1 054 079	49 140	725 203	92 332	2 693 962	8 193 201

* Projects under construction represented in the cost of buildings, factories expansions and showrooms, which are being prepared and fixed for the group use
** The balance represents the impairment value of fixed assets in two companies GBR Auto and GBR Service in Algeria (Note 46).

18. Assets and Liabilities Right Of Use

A. Right Of Use Asset

	Land & building	Total
Cost		
Balance at January 1, 2023	633 476	633 476
Addition during the year	243 948	243 948
Disposals during the year	(53 107)	(53 107)
Effect of exchange rates	71 105	71 105
Balance at December 31, 2023	895 422	895 422
Balance at January 1, 2024	895 422	895 422
Addition during the year	794 220	794 220
Disposals during the year	(26 559)	(26 559)
Effect of exchange rates	185 790	185 790
Balance at December 31, 2024	1 848 873	1 848 873
Accumulated depreciation and impairment losses		
Accumulated depreciation at January 1, 2023	201 941	201 941
Depreciation during the year	148 578	148 578
Disposals during the year	(12 576)	(12 576)
Effect of exchange rates	27 454	27 454
Accumulated depreciation at December 31, 2023	365 397	365 397
Accumulated depreciation at January 1, 2024	365 397	365 397
Depreciation during the year	305 438	305 438
Disposals during the year	(14 693)	(14 693)
Effect of exchange rates	77 642	77 642
Accumulated depreciation at December 31, 2024	733 784	733 784
Net Book value at December 31, 2024	1 115 089	1 115 089
Net Book value at December 31, 2023	530 025	530 025

The right of use is represented in renting warehouses and showrooms, which are used in the activities of the group companies.

B. Operating Lease Liabilities

	December 31, 2024	December 31, 2023
Total un-settled lease contracts liabilities	2 298 283	1 130 737
Interests on lease contracts	(963 149)	(535 179)
Net present value of total liabilities on right of use	1 335 134	595 558
Divided into:		
Current portion of lease contracts liabilities	211 359	117 323
Non-current portion of lease contracts liabilities	1 123 775	478 235

19. Intangible assets and goodwill

	Goodwill	Computer software	Right to use trademark*	Total
Cost				
Balance at 1 January	252 780	78 179	177 375	508 334
Adjustments on beginning balance	184 635	-	-	184 635
Balance at 1 January Restated - Translation Differences	437 415	78 179	177 375	692 969
Additions during the year	187 259	25 520	-	212 779
Transfer from PUC	-	40 395	-	40 395
Changes impact in the translation of foreign entities	290 052	-	-	290 052
Balance at December 31, 2024	914 726	144 094	177 375	1 236 195
Accumulated amortization				
Balance at 1 January	-	63 261	94 600	157 861
Amortization during the year	-	20 144	5 912	26 056
Balance at December 31, 2024	-	83 405	100 512	183 917
Net Book value at December 31, 2024	914 726	60 690	76 863	1 052 278
Net Book value at December 31, 2023	437 415	14 918	82 775	535 108

Goodwill

On September 8, 2008, GB Corp (GB Auto Previously) fully acquired the shares of GB for financial lease (S.A.E) which its business is financial leasing with all its fields, and the acquisition resulted in goodwill amounted to EGP 1 million.

ntered into 50% investment as a joint venture agreement in Almajmoa Alalamia Litijaret Alsaiaarat (GK), in Jordan, to acquire the existing business in Iraq, the joint venture agreement gives the group the power to govern the financial and operating policies of (GK) and as a result of this investment the group recognized a goodwill with an Amount USD 14 million equivalent to EGP 713 million . During 30 September 2021 increased its stake in Almajmoa Alalamia Litijaret Alsaiaarat (GK) from 50% to 83.33% .

On October 26, 2017 the group fully acquired the shares of Egyptian International Maintenance and cars Manufacturing Company EIAC (S.A.E), and the acquisition resulted in goodwill amounted EGP 2.8 million.

During the second quarter of 2024, through a partnership agreement, the group invested 64.16% in Superior International For Automotive Trading company for the purpose of acquiring the existing car activity in Jordan. This agreement gives the group rights that enable it to control the financial and operational policies of Superior International For Automotive Trading company. This investment resulted in Recognition of goodwill amounting to USD 3.9 million equivalent to 197.6 million Egyptian pounds and that is based on preliminary study in light of the current information available to date.

Business Combination

The fair values of the identifiable assets and liabilities of Superior International at the date of acquisition were:		Fair value recognized on acquisition in
Non-current assets		
Property and equipment		47 629
Current assets		
Inventories		1 307 345
Trade and other receivables		17 950
Cash and cash equivalents		579 000
Current liabilities		
Trade and other payables		(842 490)
Other financial liabilities		(717 693)
Total identifiable net assets at fair value		391 741
Purchase consideration		579 000
Goodwill resulting from the acquisition		187 259

Goodwill is allocated as presented below:

	December 31, 2024	December 31, 2023
Iraq Passenger cars- Sales	713 235	248 910
Financial leasing activity	1 000	1 000
After Sale service- Passenger cars	2 870	2 870
Jordan Passenger cars- Sales	197 621	-
	914 726	252 780

The Company assesses annually the impairment of goodwill at December 31, to ensure whether the carrying amount of the goodwill is fully recoverable, unless there are indicators required to test the impairment through the year.

Impairment of goodwill is assessed based on value in use, which is determined using the expected discounted cash flows based on estimated business plan approved by the Board of Directors covering five years’ period. The management is preparing these estimated business plan based on the financial, operating and market performance in the previous years and its expectations for the market development.

The Company assesses annually the impairment of goodwill at December 31, to ensure whether the carrying amount of the goodwill is fully recoverable, unless there are indicators required to test the impairment through the year.

Impairment of goodwill is assessed based on value in use, which is determined using the expected discounted cash flows based on estimated business plan approved by the Board of Directors covering five years’ period. The management is preparing these estimated business plan based on the financial, operating and market performance in the previous years and its expectations for the market development.

*Right to use trademark

“On June 28, 2007, GB Corp (GB Auto Previously) fully acquired the shares of Cairo Company for Personal Transportation Industries (Citi) by purchasing 49.03%, which was owned by the minority, at a value of 210 million Egyptian pounds, in return for obtaining shares from the issuance of shares to increase the capital of the company. GB Corp (GB Auto Previously). Based on this acquisition, the company obtained the right to use the trademark of one of the company’s main suppliers related to the activity of the 2&3 wheleers Sector, at an amount of 177 million Egyptian pounds on the date of acquisition.”

20. Investments property

	December 31, 2024	December 31, 2023
Balance at 1 January	-	90 905
Balance at the end of the year	-	90 905

During the fourth quarter of 2024, Investments property amounted EGP 90 905 thousand were transferred to fixed assets under the land and buildings category.

21. Issued and paid in capital

	December 31, 2024	December 31, 2023
Authorized capital (5 000 000 000 shares with par value EGP 1 each)	5 000 000	5 000 000
Issued and paid capital (1 085 500 000 shares with par value of EGP 1 each)	1 085 500	1 085 500

“On August 31, 2014, the Board of Directors according to the delegation of the extra ordinary assembly meeting held on June 27, 2013, has decided unanimously to increase the Company’s issued capital with the par value in the limit of the authorized capital with an amount of EGP 6 444 645 divided on 6 444 645 shares with a par value of 1 EGP /share, wholly allocated to ESOP system which is applied by the Company, resulted in an issued capital of EGP 135 337 545 after the increase divided on 135 337 545 shares with a par value of 1 EGP/share, and this increase financially fully paid from the special reserve balance and annotated in the commercial register at December 31, 2014.”

(Capital Increase)

“on February 4, 2015, the extra ordinary general assembly meeting, has agreed to increase the Company’s authorized capital from 400 million EGP to 5 billion EGP and to increase the Company’s issued capital from EGP 135 337 545 to be EGP 1 095 337 545 with an increase of EGP 960 000 000 to be divided on 1 095 337 545 shares with a par value of 1 EGP each. (In additional to issuance cost of 1 pts./share), and that increase to be fully allocated for the favor of old shareholders each according to their share in the Company’s issued capital , and it is agreed to use the subscription right separately from the original share, with the Company’s issued capital increase to be paid either cash and/or using due cash debts for the subscriber by the Company according to their contribution share.”

This increase was subscribed by an amount of EGP 958 672 188 (EGP 473 225 502 in Cash and EGP 485 446 686 covered through the outstanding balances due to shareholders) divided on 958 672 188 shares with a par value of 1 EGP each to be the total capital issued and fully paid after the increase equals to EGP 1 094 009 733, it has been annotated in the commercial register at May 31, 2015.

The Extraordinary General Assembly unanimously agreed on June 5, 2022 to excute the company’s treasury shares amounting to 8,509,733 shares and to reduce the capital by the amount of these shares, so that the issued and paid-up capital of the company after the reduction becomes 1,085,500,000 Egyptian pounds, and it was approved by the General Authority for Investment on 3/8/2022 It was annoted in the Commercial Register on August 15, 2022.

Misr for Central Clearing Depsitory & Registry accepted the implementation of the capital reduction decision on October 26, 2022.

22. Treasury Shares

On March 1, 2020, the Board of Directors of the company decided to purchase treasury shares with an maximum amount of 10 000 000 shares of the company, which represents 0.914% of the total shares of the company, through the open market, and that implementation be carried out from the session of March 2, 2020 and Until April 2, 2020, or until the full amount is executed, with the same price of the security during trading sessions in the execution period in light of the amendment issued in Article (51) of the registration rules issued by the Board of Directors of the Financial Supervisory Authority No. 27 of 2020 on February 29, 2020 And that works in it as of the date of its issuance, as well as the statement posted on the announcement screens on the Egyptian Stock Exchange on March 1, 2020 regarding the exceptional procedures for companies whose securities are listed on the stock exchange wishing to purchase treasury shares.

During the period from March 3,2020 to March 18, 2020 ,The company has purchased 10 million shares with a total value of 19.570 million Egyptian pounds. The amount of 10 million pounds has been recorded as treasury shares representing the nominal value of the share. The difference between the purchase cost and the nominal value of the amount of 9.570 million Egyptian pounds has been recorded in the other reserves (Note 23).

During the year of 2020, the company sold 2 million shares with a total value of 6 750 Thousand Egyptian pounds, resulting in a reduction of 2 million Egyptian pounds. This represents the nominal value of the share, and the difference between the sale value and the nominal value of 4 750 thousand Egyptian pounds was recorded within the other reserves .

During the period from January 1, 2021 to March 31, 2021, the company sold 8 million shares with a total value of 30 232 thousand Egyptian pounds, resulting in a reduction of 8 million Egyptian pounds. This represents the nominal value of the share and the difference between the sale value and the face value of 22 232 Thousand Egyptian pounds among other reserves (Note 23)

During the period from November 28, 2021 to December 21, 2021The company has purchased 8 509 733 shares with a total value of 38 681 thousand Egyptian pounds. The amount of 8 510 Thousand Egyptian pounds has been recorded as treasury shares representing the nominal value of the share. The difference between the purchase cost and the nominal value of the amount of 30 172 thousand Egyptian pounds has been recorded in the other reserves (Note 23).

On June 5, 2022 the Extraordinary General Assembly unanimously approved the execution of the company’s treasury shares, amounting to 8 509 733 shares, and the reduction of the capital by the amount of these shares, so that the issued and paid-up capital of the company after the reduction became 1 085 500 000 Egyptian pounds, and it was approved by the General Authority for investment on August 3, 2022 and annoted in commercial register on 15 August 2022 .

23. Legal reserve

	December 31, 2024	December 31, 2023
Balance at 1 January	562 734	533 542
Transferred to legal reserve	147 511	54 437
Change of non controlling interest without change in control	-	(25 245)
Balance at the end of the year	710 245	562 734

In accordance with the Companies Law No 159 of 1981 and the Company’s articles of association, 5% of annual net profit is transferred to the legal reserve, after the approval of the company’s results by the General Assembly Meeting. Upon the recommendation of the board, the Company may stop such transfer when the legal reserve reaches 50% of the issued capital. The legal reserve is not eligible for distribution to shareholders.

The legal reserve includes an amount of EGP 74 773 thousand related to the parent Company, the rest of the balance represents the legal reserve of the Group’s Companies

24. Other reserves

	Foreign currency translation reserve	ESOP (Fair value) reserve **	Surplus Revaluation of fixed assets reserve	Share premium (special reserves)*	Total
Balance as at January 1, 2024 Restated	3 517 780	88 882	57 789	904 041	4 568 492
Foreign currency differences	3 327 498	-	-	-	3 327 498
Modification effect of fixed assets cost	-	-	(5 924)	-	(5 924)
Balance at December 31, 2024	6 845 278	88 882	51 865	904 041	7 890 065

*Share premium

The share premium represented in the difference between the amount paid and nominal value for issued shares and issuance cost is deducted from it. The share premium was transferred to both legal reserve and special reserve according to Law No. 159 of 1981.

	December 31, 2024	December 31, 2023
Share premium	904 041	904 041

The special reserve represented in the transferred amount from the net share premium in 2007 less the amount transferred to the legal reserve.

During 2011, the special reserve was reduced by an amount of EGP 2 990 thousand which represents the difference between treasury shares purchasing cost amounted to EGP 3 097 thousand and the nominal value of these shares amounted to EGP 107 thousand which was written off during 2012.

During 2012, the special reserve was reduced by an amount of EGP 2 114 thousand which represents the differences between treasury shares purchasing cost amounted to EGP 6 365 thousand and its reselling price amounted to EGP 4 251 thousand.

The share premium was reduced by an amount of 9 570 thousand EGP ,which represent the difference between cost of purchasing treasury shares during the year 2020 with an amount of 19 570 thousand EGP and the nominal value of shares of 10 million EGP.

The share premium has also been increased by an amount of 4,750 thousand Egyptian pounds, representing the difference between the sale price of treasury shares during the year 2020 by an amount of 6,750 thousand Egyptian pounds and the nominal value of the shares of 2 million Egyptian pounds.

*** The balance represents an employee benefit plan based on share-based payments settled in the form of shares and is measured at fair value on the date the benefits are granted. The fair value of the plan is recognized in the Statement of Profit or Loss over the period of the ban according to management's estimates of what will be implemented during this grant period. This plan ended at the end of 2018.*

25. Non-controlling Interest

	Capital	Payment Under capital increase	Reserves	Legal reserve	Solvency Reserve	Financial Reserve	General risk reserve	Retained earnings	Total	
									December 31, 2024	December 31, 2023
Balance at 1 January	502 133	18 223	728 956	76 523	-	6 228	-	30 895	1 362 958	728 195
Net profit / loss for the year	-	-	-	-	-	-	-	131 772	131 772	(79 199)
Foreign currency translation results	-	-	401 821	-	-	-	-	-	401 821	207 253
Capital increase	72 608	-	-	-	-	-	-	-	72 608	18 223
Change in Non-controlling interests without changing in control	4 254	-	-	-	-	-	-	20 755	25 009	647 573
Transfer to legal reserve	-	-	-	15 512	-	-	-	(15 512)	-	-
Transfer to financial solvency reserve	-	-	-	-	-	2 341	-	(2 341)	-	-
Dividends Distributions	-	-	-	-	-	-	-	(15 751)	(15 751)	(159 087)
Balance at the end of the year	578 995	18 223	1 130 777	92 035	-	8 569	-	149 818	1 978 417	1 362 958

The following table summarizes the information relating to each of the Group's subsidiaries that has material NCI (Almajmoa Alalamia Litijaret Alsaiaarat (GK)16.67%,Ghabbour AL Qalam (GQ) 32% & GB Company for financial lease and factoring “S.A.E” 45% Autombilak “S.A.E” 15% & Transport Vechile distribution “S.A.E” 6%) , before any intra-group eliminations:

	December 31, 2024	December 31, 2023
Non-current assets	4 789 532	3 754 685
Current assets	20 181 830	8 062 893
Non-current liabilities	(2 580 291)	(2 999 999)
Current liabilities	(15 057 364)	(4 124 322)
Net asstes attributable to NCI	1 870 611	1 294 956
Revenue	14 754 480	8 512 243
Net Profit for the year	625 097	692 634
Net profit year attributable to NCI	192 373	193 004

26. Capital Management

The group’s management aims to manage capital to maintain the group’s ability to continue in a way that achieves a return for shareholders and provides benefits to other stakeholders that use the financial statements. Providing and maintaining the best capital structure for the purpose of reducing the cost of capital. To maintain the best capital structure, management changes the value of dividends paid to shareholders, reduces capital, or issues new shares for the group's capital.

The Group’s management monitors the capital structure using the ratio of net loans to total capital. Net loans are the total of loans, advances and notes payable minus cash. The total capital represents the company’s total equity as shown in the consolidated balance sheet, in addition to net loans.

Net debt to equity ratio at December 31, 2024 and December 31, 2023 as follows:

Total loans and notes payables

	December 31, 2024	Restated December 31, 2023
Loans, borrowings and overdrafts	22 408 701	12 237 670
Short-term notes payable - suppliers	383 524	387 663
Total loans and notes payables	22 792 225	12 625 333
Less:		
Cash and cash equivalent	(7 420 866)	(4 504 238)
Letters of credit	-	(442 262)
Letters of guarantee	-	(208 238)
Net debt	15 371 359	7 470 595
Shareholders' equity	25 438 502	19 792 950
Net debt to equity ratio	0.60	0.38

27. Loans, borrowings and overdrafts

	December 31, 2024			December 31,2023		
	Current portion	Long-term portion	Total	Current portion	Long-term portion	Total
Banks overdraft	8 660 891	-	8 660 891	5 788 806	-	5 788 806
Loans	6 911 975	6 835 835	13 747 810	1 885 690	4 563 174	6 448 864
Total	15 572 866	6 835 835	22 408 701	7 674 496	4 563 174	12 237 670

A. Banks overdraft

	December 31, 2024	December 31, 2023
Less than one year	8 660 891	5 788 806
	8 660 891	5 788 806

B. Loans

The group (the non-banking financial services sector) obtained medium and long-term bank loans for the purpose of financing car sales contracts and operational and financial lease contracts. The repayment period for these loans reached 5 years for each operation financed by guaranteed by the financial rights of the contracts concluded and arising from those contracts towards the clients of the group companies

	December 31, 2024	December 31, 2023
Less than one year	6 911 975	1 885 690
More than one year and less than five years	6 835 835	4 563 174
	13 747 810	6 448 864

Guarantees

GB Corporation Company (The Holding Company) has issued promissory notes to the sake of the Company as a guarantee at the banks either the operating in Egypt or outside of Egypt.

Interest Rate

The average interest rate of the current EGP and USD loans & borrowings is amounted to 8.4% and 29.19% respectively , the interest rate of EGP and USD 19.79% and 8.3% respectively during 2023.

28. Trade payables and other credit balances

	December 31, 2024	December 31, 2023
Trade payables	14 500 562	3 249 478
Other credit balances	189 040	358 992
Advances from customers	622 868	821 168
Tax Authority	59 838	13 912
Value added tax	213 581	145 907
Accrued expenses	2 251 380	1 307 251
Accrued interest expense	223 189	52 266
Retention from others	135 313	89 642
Notes payables	383 524	387 663
Finance Lease liability	131 115	289 794
Dividends payable*	42 579	10 317
Deferred revenues	41 173	134 387
Due to clients for securitization	327 673	25 129
	19 121 835	6 885 906

* The due dividends were paid during April 2024.

29. Provisions

	Legal Claims	Warranty Provision	Other Provisions	Total
Balance at January 1, 2024 Restated	74 124	108 916	235 455	418 495
Provisions formed during the year	54 751	36 878	310 546	402 175
Provisions utilized during the year	(739)	(27 880)	(21 178)	(49 797)
Provisions no longer required	-	(16 983)	(67 820)	(84 803)
Effect of movement of exchange rates	657	6 221	16 925	23 803
Balance at December 31, 2024	128 793	107 152	473 928	709 873
Balance at January 1, 2023	62 931	108 536	188 783	360 250
Provisions formed during the year	10 990	36 008	165 518	212 516
Provisions utilized during the year	-	(14 528)	(30 554)	(45 082)
Provisions no longer required	-	(23 419)	(91 385)	(114 804)
Effect of movement of exchange rates	203	2 319	3 093	5 615
Balance at December 31, 2023 Restated	74 124	108 916	235 455	418 495

Legal claims provision

The amounts shown comprises of gross provisions in respect of legal claims brought against the Group, and management opinion after taking appropriate legal advice, that the outcome of these legal claims will not exceed significantly the provision formed as at December 31, 2024.

Warranty Provision

The Group provides warranty on its products and guarantees to either fix or replace the products that are not working properly, and the Group has estimated its warranty provisions to be EGP 128 765 thousand at the end of the year for expected warranty claims (local component) in the light of management experience for repair and returns level in previous years the warranty provision includes a long-term provision amounted as at December 31, 2024 EGP 7 070 thousand (at December 31, 2023 EGP 7 070 thousand).

Other provisions

Other provisions are related to claims expected to be made by a third party due to the interpretation disputes related to some laws and regulations regarding the Group operations.

The information normally published about provisions in accordance with accounting standards has not been disclosed as the management believes that doing so would drastically affect the outcome of the negotiation with those related third parties according to the paragraphs no. 91 and 92 of the EAS 28 and such provisions are reviewed by management on a yearly basis and adjusted based on latest developments, discussions and agreements with the third party.

30. Financial risk management

1. Financial risk factors

The Group’s activities expose it to a variety of financial risks: market risk (including foreign currency exchange rates risk, price risk, cash flows and fair value interest rate risk), credit risk and liquidity risk.

The Group’s management aims to minimize potential adverse effects of such risks on the Group’s financial performance

A. Market risk

1. Foreign currency exchange rate risk

The Group is exposed to foreign exchange rate risk arising from various currency exposures, primarily with respect to the US Dollar and Euro. Foreign exchange rate risk arises from future commercial transaction, assets and liabilities in foreign currency outstanding at the consolidated balance sheet date, and also, net investments in foreign entity.

The amendment on the accounting standards

On March 3, 2024, the Prime Minister issued Resolution No. 636 amending Egyptian Accounting Standard No. (3) Effects of Changes in Foreign Exchange Rates (Egyptian Accounting Standard No. 13), Paragraph 57A, which is effective as of January 1, 2024.

The Group applied the amendment to Paragraph No. 57A of Egyptian Standard No. 13 and conducted an assessment to determine whether there is a difficulty in exchanging foreign currencies against the Egyptian pound. Below is a summary of the results of this evaluation:

The summary of the assets and liabilities that denominated at USD and Euro as follow as of 1st January 2024

	The balance on 1st January 2024	The balance on 1st January 2024
The accounts of financial position	USD	Euro
Monetary Assets		
Cash and cash equivalent	66 705	1 276
Monetary assets	15 280	1 605
Total Monetary assets	81 985	2 881
Monetary Liabilities		
Trade payables	30 380	1 919
Loans & Overdraft	9 680	3
Monetary liabilities	8 205	
Total Monetary Liabilities	48 265	1 922
Surplus	33 720	959

The assessment of the difficulty of exchanging the foreign currencies

The Group has assessed that there is no difficulty in exchanging assets denominated in foreign currencies as of January 1, 2024, which is the date of application of the amended Egyptian Accounting Standard No. 13, and this assessment was made on the basis that assets denominated in foreign currencies can be exchanged at the Bank at any time without any difficulty.

The Group has also assessed that there is no difficulty exchanging foreign currency denominated liabilities, to the extent that foreign currency denominated assets can be used to settle these liabilities.

The below table shows the exposures of foreign currencies at the consolidated balance sheet date, presented in EGP, as follows:

	December 31, 2024		December 31, 2023	
	Assets	Liabilities	Net	Net
US Dollars	2 442 276	(6 549 804)	(4 107 528)	1 297 611
Euros	227 623	(90 005)	137 618	32 905
Other currencies	5 399	(187 512)	(182 113)	35 659

In view of the global and domestic economic conditions and the geopolitical risks facing the country, the Government, represented mainly by the Central Bank of Egypt, took a series of financial measures during the years 2022 and 2023 to contain the impact of those crises, as well as the inflationary impact on the Egyptian economy. These measures included the devaluation of the Egyptian pound against foreign exchange, the raising of the rate of interest on one-night deposits and lending, the establishment of ceilings on withdrawals and the deposit of cash on banks. This has resulted in a decrease in the terms of exchange and availability of foreign currency through official channels, which has resulted in delays in the payment of foreign currency debts, as well as higher costs of purchase and reimbursement.

On 6 March 2024, the Central Bank of Egypt issued a decision to raise the rates of deposit and loan return for one night by 600 basis points to 27.25 per cent, 28.25 per cent, respectively. The credit and discount rate has also been raised by 600 points to 27.75%, allowing the use of a flexible exchange rate to be determined in accordance with market mechanisms. This led to an increase in the average official exchange rate of the United States dollar during the first week of the Central Bank decision, to 47.55 EGP/USD on 31 March 2024.

2. Price risk

The Group has no investments in a quoted equity security, so it's not exposed to the fair value risk due to changes in prices

3. Cash flows and fair value interest rate risk

Some of the group companies are exposed to the risk of changes in interest rates due to the existence of long-term loans. Long-term loans with variable interest rates expose the group to the risk of cash flows being affected by changes in interest rates. Long-term loans with fixed interest rates expose the group to the risk of the fair value being affected by changes in interest rates.

Loans, advances and bank overdrafts with variable interest rates amounted to 22,408,700 thousand Egyptian pounds on December 31, 2024 (12,237,670 thousand Egyptian pounds on December 31, 2023). It is worth noting that most of these loans and advances (non-banking financial services sector) were used for customer contracts for the purpose of financing car sales contracts and operating and financing lease contracts, and they are transferred by guaranteeing the financial rights of the contracts concluded and arising from those contracts towards the customers of the group companies.

Financial assets that carry fixed interest rates are amounted to EGP 3,468,453 thousand as at December 31, 2024 (EGP 931 063 thousand as at December 31, 2023).

		December 31, 2024	December 31, 2023
Time deposits	USD	3 333 346	863 450
Time deposits	EUR	66 416	-
Time deposits	EGP	68 691	67 613
		3 468 453	931 063

B. Credit risk

Credit risk is managed on a group basis. Due to presence of cash and bank deposits, as well as credit exposures to wholesalers and retail customers, including outstanding accounts and notes receivables.

For banks, the Group is dealing with the banks which have a high independent rating and banks with a good solvency in the absence of an independent credit rating.

For individuals the legal arrangements and documents accepted by the customer are minimizing the credit risk to its lowest level. Provisions are accounted for doubtful debts on an individual basis.

The ratio of allowance for impairment of accounts and notes receivables to the total debtors is as following:

	December 31, 2024	December 31, 2023
Notes and accounts receivables	20 763 676	11 952 717
Debtors and other debit balances	5 868 943	3 273 666
Due from related parties	257 978	434 830
Cash	7 422 549	4 506 907
Total	34 313 146	20 168 120
Expected credit loss for the above	684 020	513 059
The ratio of the expected credit loss to the total debtors	1.99%	2.54%

C. Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying businesses, the Group's management aims at maintaining flexibility in funding by keeping committed credit lines available.

2. Fair value estimation

the fair value is assumed to approximate the fair value less than any estimated credit adjustments for financial assets and financial liabilities with maturity dates of less than one year, and for disclosure purposes, the interest rates available to the company for similar financial instruments are used to reduce the contractual future cashflow to estimate the fair value of the financial liabilities

For the fair value of financial instruments that are not traded in an active market, The Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Quoted market prices or dealer quotes for the financial instruments or similar instruments are used for long-term debt.

Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

31. Invesments in subsidiaries

The consolidated financial statements for GB Corp. “S.A.E.”, include the financial statements which represents the proportion of direct and indirect investment as follows:

Company Name	December 31, 2024	December 31, 2023
RG Investment “S.A.E.”	99.99%	99.99%
International Trade Agencies and Marketing Co. (ITAMCO) “S.A.E.”	99.45%	99.45%
Egyptian Vehicles Manufacturing Co. (Ghabbour Egypt) “S.A.E.”	99.53%	99.53%
Ghabbour Continental Trading Co. (GCT) –Alex “S.A.E.”	100.00%	100.00%
GB Polo Buses Manufacturing “S.A.E.”	100.00%	100.00%
Haram Company for Transportation and trading “S.A.E.”	99.00%	99.00%
GB Company for Financial Lease and Factoring “S.A.E.”	55.00%	55.00%
GB Auto Rental For Transportation “S.A.E.”	100.00%	100.00%
GB Allab Company	66.20%	66.20%
Masters Automotive Company “S.A.E.”	75.00%	75.00%
Almajmoa Alalamia Litijaret Alsaiaarat (GK)	83.33%	83.33%
GB Logistics “S.A.E.”	99.98%	99.98%
GB Capital holding for Financial Investments “S.A.E.”	99.00%	99.00%
Gulf Company	100.00%	100.00%
Drive for Car Trading “S.A.E.”	100.00%	100.00%
Drive for Financing and Non Banking Service “S.A.E.”	100.00%	100.00%
Ghabbour Al Qalam	68.00%	68.00%
GB Global Company	100.00%	100.00%
GBR Auto Company	54.00%	54.00%
GBR Services Company*	48.80%	48.80%
Egypt Auto Mall Company for used car “S.A.E.”	99.00%	99.00%
GB El Bostan (Under Liquidation)	60.00%	60.00%
Ghabbour General Trade (Under Liquidation)*	25.00%	25.00%
Pan African Egypt Company for Oil “S.A.E.”(Under Liquidation)**	100.00%	100.00%
Tires & More Company for Car Services “S.A.E.”	100.00%	100.00%
Ready Parts for Automotive Spare Parts “S.A.E.”	97.67%	97.67%
Engineering Company for Transportation Maintenance El Mikaneeky “S.A.E.”	65.00%	65.00%
Egyptian International Maintenance and cars Manufacturing Company EIAC “S.A.E.”	100.00%	100.00%
GB Finance BV (Luxembourg previously)***	-	100.00%
Salexia L.T.D. Trading (Cyprus)	100.00%	100.00%
BBAL Blue Bay Auto Loan Investments Cyprus LTD (Under Liquidation)	100.00%	100.00%
GB Capital Securitization S.A.E.	100.00%	100.00%
GB for Import & export	100.00%	100.00%
GB Capital BV***	100.00%	100.00%
GB Real Estate Mortgage Finance BV	100.00%	100.00%
Transport Vehicle Distribution TVD S.A.E.	94.00%	94.00%
Automobilk S.A.E	85.00%	85.00%
GB Finance Lease BV*	40.00%	40.00%
GB Operational Lease BV	100.00%	100.00%
GB Consumer Finance BV	100.00%	100.00%
SME’s credit facilities company B.V.(GB Factoring B.V. Previously)	100.00%	100.00%

Company Name	December 31, 2024	December 31, 2023
GB Global BV	100.00%	100.00%
GB Automotive For Trade and Manufacture	100.00%	100.00%
SME Credit Eteman “S.A.E.”	100.00%	100.00%
International Company For car components “S.A.E.”	51.00%	51.00%
GB Kenya	100.00%	100.00%
GB capital sukuk (S.A.E)	100.00%	100.00%
GB Tanzania	100.00%	100.00%
Superior International For Automative Trading company	77.15%	0.00%
GB Rental for Busses “S.A.E.”	100.00%	0.00%
GB For Technology Solutions	100.00%	0.00%

* These investments are classified as investmtns in subsidiaries, where the group controls this investmtns , where it is entitled to variable returns during its participation and its ability to influence returns through its authority over the Invesmtns.

** The company has been liquidated and the commercial register has been written off in 20 January 2025.

*** During the fourth quarter of 2024, GB Capital holding for Financial Investments “S.A.E.” has merged GB Finance – BV in GB Capital BV , which is wholly owned by GB Capital holding for Financial Investments “S.A.E.” , and GB Capital BV, which is wholly owned by GB Finance – BV. As a result of the merger, GB Capital BV became %100 owned by GB Capital holding for Financial Investments “S.A.E.” instead of GB Finance – BV. Also it is worth mentioning that the merger process was carried out at the book value of all the company’s assets.

32. Capital Commitments

The capital contractual expenditure of the Group at the consolidated financial statements date reached EGP 237 298 thousand at December 31,2024 (EGP 158 965 thousand as at December 31, 2023) represented in the amount to be paid upon the completion of the new production lines under construction and other branches across the country.

33. Contingent Liabilities

There are contingent liabilities on the Group represented in letters of guarantee .The balance of the letters of guarantee granted by the Group in Egyptian Pounds and foreign currencies through its ordinary business, presented in EGP are as follows:

	December 31, 2024	December 31, 2023
USD	4 285 158	3 491 344
EGP	1 736 400	143 129
Japanese Yen	199 010	152 993
Euro	326 234	279 223
Crona Swidish	-	16 457

34. Related party transactions

The related party transactions are represented in the transactions of the company's shareholders and the companies in which the company owns in it and / or the shareholders who owns shares directly or indirectly and has the right of control or practice with significant influence over those companies.

	December 31, 2024	December 31, 2023
Due from related parties		
El Bostan Holding	79 435	65 350
SIPAC – Algeria*	37 064	23 243
Algematco – Algeria*	79 480	48 536
MNT Investment B.V. Group	30 820	289 408
Auto Market Misr	-	3 345
El Qalam Shareholders' Current Account	8 141	4 948
El Teriak Shareholders' Current Account	23 038	-
Total	257 978	434 830
Expected credit loss for due from related parties	(204 692)	(87 232)
	53 286	347 598

	December 31, 2024	December 31, 2023
Due to related parties		
Wahdan Company	2 058	68
	2 058	68

* The balance represents the value of balances due from related parties to the Group's companies in Algeria (GBR Auto and GBR Service) and which are fully impaired (Note 46).

The following is the nature and the values for the most significant transactions with the related- parties during the year:

Related party name	Relation type	Transaction nature	Transaction amount	
			December 31, 2024	December 31, 2023
Executive BOD Members	Board of Directors	Top Management Salaries	72 807	48 158
Marco Polo Company	Former shareholder in one of the subsidiaries	Services	-	93 587
MNT Investment B.V. Group	Associate	Financing	(258 588)	207 891

35. Investment in associates

	Contribution percentage	December 31, 2023	Adjustments on the beginning balance	December 31,2023 Restated	Profit for the year	Remapping	Adjustments	Additions	Dividends	December 31, 2024
"MNT Investment B.V. Group (Netherlands) ***"	44.01%	10 542 356	(230 341)	10 312 015	849 906	-	-	406 830	(190 168)	11 378 583
Bedaia for Real estate Financing	33.33%	83 477	-	83 477	30 466	-	-	-	-	113 943
Kaf for life insurance *	37.50%	-	-	-	(12 731)	50 000	(2 522)	71 000	-	105 747
		10 625 833	(230 341)	10 395 492	867 641	50 000	(2 522)	477 830	(190 168)	11 598 273

*On May 2022 ,30, G.B. Capital Investments awarded Kaf (formerly Tokyo Marine) a Subordinated loan of 50 million Egyptian pounds with no interest and no fixed duration which the company classified it as investment in associate during the period.

**On May 2024, GB Corp group contributed partially in the capital increase executed by MNT Investment B.V. Group (Netherlands) which led to a dilution of GB Corp Group ownership MNT Investment B.V. Group to reach an ownership of %47.20 During the third quarter of 2024 MNT B.V (Netherlands), has acquired (TAM Finans), a leading fintech company in Turkey, against a payment in cash and the remaining of the payment is shares exchange which lead to further dilution GB Corp ownership to reach %44.01 after the acquisition (Compared to %49 in the previous year).

36.A.Other investments with fair value through Comprehensive income

	Contribution percentage	December 31, 2024	December 31, 2023
Sky reality holding **	7.49%	142 261	103 500
Atlana company for car service	29.6%	2 000	2 000
Seatr application	17.5%	500	500
Tawfiqia .com	10%	500	500
		145 261	106 500

*These investments have not been classified as associated companies due to the lack of significant influence on the financial and operating policy decisions of these companies.

**GB Corp Group contributed in the capital increase executed by sky reality holding to retain the same ownership of %7.49.

36.B. Investments in fair value through profit or losses

SME Credit Eteman “S.A.E.” invested in “Themar” investment fund at the Qatar National Bank by purchasing 114 143 units during the year. The unit price was 700.873 Egyptian pounds, with a total cost of 79 999 746 Egyptian pounds.

37. Income statement according to expense nature

	December 31, 2024	December 31, 2023
Operating Revenue	53 969 539	28 317 230
Operating Cost	(43 454 917)	(21 432 690)
Gross Profit	10 514 622	6 884 540
Other income	505 593	523 052
Other Expenses	(240 108)	(337 001)
Expected Credit Losses	(115 616)	(2 659)
Gain from investment in associate	867 641	1 066 090
(Loss) from selling and remeasurement of investments in subsidares	-	(4 425)
Interest income	450 578	313 906
Installment sales interest	34 041	16 784
Bank Expense	(428 807)	(183 609)
Interest expense	(2 453 594)	(1 112 983)
Employees salaries & benefits	(2 795 546)	(1 725 406)
Selling & Marketing	(294 927)	(145 828)
Rents	(219 074)	(107 667)
Net (Losses) foreign exchange transaction	(291 567)	(1 499 123)
Depreciation and Amortization	(353 737)	(230 105)
Consulting	(213 068)	(160 160)
Transportation	(68 469)	(41 051)
Vehicles expense	(88 462)	(62 627)
Governmental Fees & stamps	(123 936)	(109 638)
IT Expense	(124 661)	(75 715)
Other Expenses	(84 651)	(111 979)
Impairment in fixed assets	-	(375 486)
Insurance	(53 266)	(29 697)
Security Expense	(40 502)	(28 432)
Training employees	(54 371)	(29 310)
Repair/Maintenance Expenses	(4 684)	(2 907)
Administration Supplies	(68 886)	(43 932)
Utilities	(41 474)	(23 644)
Donations & Public relation	(89 474)	(54 917)
Medical Fund	(120 119)	(60 096)
Freight	(4 344)	(12 041)
Net profit for the year before income tax	3 999 132	2 233 934

38. Securitized Operations

During the year the group (the non-banking financial services sector) signing into money transfer contracts issued to subsidiaries companies and the data on securitization operations are as follows:

The securitization portfolio consists of financial rights and deferred dues secured by various guarantees in favor of the assignor, which have been transferred to the assigne.The assignor has transferred financial rights and deferred payment dues for the purpose of issuing securitized bonds, and during 2024 transfer contracts issued amounted 5 289 597 from the total value 19 378 886 and 4 543 343 from total present value 10 840 394.

	December 31, 2024		December 31, 2023	
	Total Value	Present Value	Total Value	Present Value
	19 378 886	10 840 394	37 704 694	16 660 872

39. Bonds

Drive finance company has adopted a bond issuance program on several issues under the private placement system, which are tradable and non-transferable nominal bonds over several issues for a period of (3) years at an amount two billion Egyptian pounds only and for a period of not less than For thirteen months for each issue, and with an equal rank in the priority of payment and guarantee with the rank of the current and future long-term financial debts of the issuing company with the exception of the legally established privileges and with the exception of the secured loans mentioned in the information memorandum in accordance with the decision of the Board of Directors of the Financial Supervisory Authority No. 54 of 2014 and its amendments And at a nominal value of (100) EGP per bond.

The first version of the program was launched at an amount of 700 million Egyptian pounds on 23/06/2022, as follows:

Part (A): Nominal bonds that are negotiable, non-convertible to shares and not subject to accelerated call-up for a period of thirteen (13) months starting from the day following the date of closing the subscription door, with a value of EGP 300,000,000,000 (only three hundred million Egyptian pounds) with a nominal value of 100 EGP (only one hundred Egyptian pounds) per bond, it is to be consumed monthly as of the first month from the date of closing the subscription door with a fixed monthly installment amounting to 23 076 923 Egyptian pounds and with a fixed annual return of 14%, calculated starting from the day following the date of closing the subscription door It is paid monthly, starting from the first month of the subscription closing date.

Part (B): Nominal bonds that are negotiable, non-convertible into shares, and subject to accelerated call-up starting from coupon No. (14) (the 14th month of issuance) and for a period of sixty (60) months starting from the next day from the date of closing the subscription door, with a total value of 400,000,000,000 EGP (only four hundred million Egyptian pounds) with a nominal value of 100 EGP (only one hundred Egyptian pounds) per bond to be amortized over a period of (60) months starting from the first month of the subscription closing date with a fixed monthly installment 6 666 667 EGP with a fixed annual return It amounts to 13.5% and is calculated starting from the day following the closing date of the subscription and is paid monthly, starting from the first month of the closing date.

	December 31, 2024				
	Total Value	Borrowing Cost	Converted from more than one year	Paid	Net
Installments Due within a year	356 923 077	(1 907 072)	220 534 160	(495 550 165)	80 000 000
Installments Over a year	343 076 923	(2 542 763)	(220 534 160)	-	120 000 000
Total	700 000 000	(4 449 835)	-	(495 550 165)	200 000 000

40.1. Adjustment on Consolidated statement of financial position as at 31 December 2023

(All amounts in thousand Egyptian Pound)	Note	Before the restatment	Adjustments	After the restatment
Assets				
Non-current assets				
Property, plant, equipment and projects under construction		5 965 736		5 965 736
Assets right of use		530 025	-	530 025
Intangible ssets		350 473	184 635 -	535 108
Investment in associate	(35)	10 625 833	(230 341)	10 395 492
Investments in fair value through OCI		106 500	-	106 500
Long term notes receivables		5 382 482	-	5 382 482
Deferred tax assets		186 945	-	186 945
Investment property		90 905	-	90 905
Debtors and other debit balances		182 642	-	182 642
Subordinated Loan		50 000	-	50 000
Total non-current assets		23 471 541	(45 706)	23 425 835
Current assets				
Asset Held for sale		855 000	-	855 000
Inventories		6 366 072	-	6 366 072
Accounts and notes receivables		4 042 327	-	4 042 327
Debtors and other debit balances		2 998 442	-	2 998 442
Due from related parties		347 598	-	347 598
Cash on hand and at banks		4 504 238	-	4 504 238
Total current assets		19 113 677	-	19 113 677
Total assets		42 585 218	(45 706)	42 539 512
Equity				
Issued and paid in capital		1 085 500	-	1 085 500
Reserve for financial Solvency		7 612	-	7 612
Legal reserve		562 734	-	562 734
Other reserves		4 383 857	184 635 -	4 568 492
Private risk reserve - Non banking financial service		20 393	-	20 393
Retained Earning		11 887 833	(230 341)	11 657 492
Net Profit for the year		1 890 727	-	1 890 727
Equity attributable to shareholders of the parent		19 838 656	(45 706)	19 792 950
Non-controlling interests		1 362 958	-	1 362 958
Total equity		21 201 614	(45 706)	21 155 908
Liabilities				
Non-current liabilities				
Loans		4 563 174	-	4 563 174
Long term Bond		200 000	-	200 000
Long term notes payables and creditors		288 593	-	288 593
Right of use Liability		371 314	106 921	478 235
Warranty provisions		7 070	-	7 070

(All amounts in thousand Egyptian Pound)	Note	Before the restatment	Adjustments	After the restatment
Deferred tax liabilities		333 053	-	333 053
Total non-current liabilities		5 763 204	106 921	5 870 125
Current liabilities				
Provisions		340 596	70 828	411 424
Current tax liabilities		415 090	(70 828)	344 262
Loans, borrowings and overdrafts		7 674 496	-	7 674 496
Due to related parties		68	-	68
Bond		80 000	-	80 000
Operating Lease Liabilities		224 244	(106 921)	117 323
Trade payables and other credit balances		6 885 906	-	6 885 906
Total current liabilities		15 620 400	(106 921)	15 513 479
Total liabilities		21 383 604	-	21 383 604
Total equity and liabilities		42 585 218	(45 706)	42 539 512

40.2. Adjustment on Consolidated income statement as of December 31,2023

(All amounts in thousand Egyptian Pound)	Note	Before the restatment	Adjustments	After the restatment
Continuing operations				
Operating revenue	(5)	28 317 230	-	28 317 230
Operating cost	(5)	(21 432 690)	-	(21 432 690)
Gross profit		6 884 540	-	6 884 540
Other income	(6)	523 052	-	523 052
Selling and marketing expenses	(37)	(1 027 837)	-	(1 027 837)
General and administrative expenses	(37)	(2 402 802)	-	(2 402 802)
Other Expenses	(8)	(266 173)	(70 828)	(337 001)
Expected Credit Losses	(9)	(2 659)	-	(2 659)
Operating results		3 708 121	(70 828)	3 637 293
Finance costs (Net)	(7)	(2 465 024)	-	(2 465 024)
Investment in associates and liquidation losses	(35)	1 066 090	-	1 066 090
		(4 425)	-	(4 425)
Net profit for the year before income tax		2 304 762	(70 828)	2 233 934
Income tax (expense)	(11-C)	(493 234)	70 828	(422 406)
Net profit for the year after tax		1 811 528	-	1 811 528
Attributable to:				0.00
Shareholder's of the parent company		1 890 727	-	1 890 727
Non-controlling interests		(79 199)	-	(79 199)
		1 811 528	-	1 811 528
Basic earnings per share/ EGP	(10)	1.682	0.000	1.682

41. Private Reserve – Non-Banking Financial Services:

The risk reserve is represented in non-banking financial services, the effects of applying the Egyptian Accounting Standard No. 47 “Financial Instruments” equivalent to 1% of the assets listed in the risk weights in accordance with the provisions of the decisions issued by the Board of Directors of the General Authority for Financial Supervision No. 200 of 2020 on some companies that engage in financial activities

Non-banking activities, and the balance on December 31, 2024, reached 20.3 million Egyptian pounds, and the balance of this reserve will not be used after applying Standard No. 47 except after obtaining the prior approval of the FRA.

42. General Risk Reserve:

A general risk reserve is the difference between applying the expected credit loss model according to Egyptian Accounting Standard No. 47 for the provision for doubtful debts according to the instructions of the FRA.

43. Reserve for financial Solvency:

In accordance with Article No. (6) of the Financial Regulatory Authority’s Board of Directors Decision No. (191) of 2018, a general provision is formed at the rate of (1%) of the total regular balances, and a provision is formed on doubtful balances according to the rates of delay in collection divided into four Levels according to the degree of regularity in payment for each individual case.

An amount of retained profits or losses is set aside in the solvency risk reserve account within equity, and the reserve amount is calculated and always adjusted by deduction from or refund to the retained profits or losses, by the amount of the excess of the impairment provision calculated in accordance with the solvency standards over the provision for impairment of customers that was recognized in accordance with Egyptian accounting standards at the date of the financial statements.

Account	
(1) The balance of provisions for doubtful financing balances in accordance with the basis for calculating provisions in Article No. (6) of the Financial Regulatory Authority’s Board of Directors Resolution No. (191) of 2018.	298 419
(2) Balance of net impairment of customers as recorded in the books and according to Egyptian accounting standards (expected credit losses).	(175 764)
The balance of reserve for financial solvency	122 655

44. Assets held for sale:

The balance represents the value of land and buildings obtained from one of the group’s subsidiaries customers, as the company’s management intends to sell these assets in the short term, as there are negotiations currently underway with serious buyers and the management is committed to completing the sale process in the near term.

45. Significant accounting policies:

The following accounting policies that are adopted in the preparation of the consolidated financial statements are summarized below:

A. Business combination

- › The Group accounts for business combination using the acquisition method when control is transferred to the Group.
- › he consideration transferred in the acquisition is generally measured at fair value, as are the net assets acquired.
- › Any goodwill that is tested annually for Impairment. Any gain on a bargain purchase recognized in profit or loss immediately.
- › Transaction cost is expensed as incurred, except for the issuance of securities related to the issue of debt or equity securities.
- › The consideration transferred does not include amounts related to the settlement of previously out-standing relationship. Such amounts are generally recognised in profit or loss.
- › Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that met the definition of financial instrument is classified as equity, then it is not re-measured, and settlement is accounted for within equity. Otherwise, other contingent consideration is re-measured at fair value at each reporting date and in addition to the changes in the fair value of the contingent consideration are recognized in profit or loss.

1) Subsidiaries

- › Subsidiaries are entities controlled by the Group.
- › The Group controls an entity when it is exposed to, or has rights to, variable returns from its involve-ment with the entity and has the ability to affect those returns through its authority over the entity.
- › The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

2) Non-controlling interests

NCI are measured at their proportionate share of the acquirer’s recognized net assets at the date of acquisition.

Changes in the Group’s interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

3) Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

4) Transaction elimination from consolidation financial statements

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from investment transactions that are accounted for using equity method with equity accounted investees are eliminated against the investment to the extent of the Group’s interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment of the transferred assets.

B. Foreign currency

1) Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of Group companies at the exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date.

Non-monetary items that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined.

Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

Foreign currency differences are generally recognised in profit or loss.

However, foreign currency differences arising from the translation of the following items are recognised in Other comprehensive income.

2) Foreign Operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated at the exchange rates at the reporting date. The income and expenses of foreign operations are translated at the exchange rates at the dates of the transactions.

Foreign currency differences are recognised in OCI and accumulated in the translation reserve, except to the extent that the translation difference is allocated to NCI.

When a foreign operation is disposed of in its entirety or partially such that control, significant influence or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal.

If the Group disposes of part of its interest in a subsidiary but retains control, then the relevant proportion of the cumulative amount is reattributed to NCI.

When the Group disposes of only part of an associate or joint venture while retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss. Then the partial share must be reclassified.

C. Discontinued operation

A discontinued operation is a component of the Group’s business, the operations and cash flows of which can be clearly distinguished from the rest of the Group.

Classification as a discontinued operation occurs at the earlier of disposal or when the operation meets the criteria to be classified as held-for-sale.

When an operation is classified as a discontinued operation, the comparative statement of profit or loss and OCI is re-presented as if the operation had been discontinued from the start of the comparative period.

D. Revenue from customer contracts.

The Company recognizes revenue from contracts with customers based on a five-step model as specified in the standard:

Step 1: Define the contract(s) with the customer: A contract is defined as a binding agreement between two or more parties that creates enforceable rights and obligations and specifies the criteria that must be met for each contract.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount the company expects to receive in exchange for the transfer of goods or services promised to the customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that includes more than one performance obligation, the Company will allocate the transaction price to each performance obligation in an amount that identifies the amount paid that the Company expects to receive in exchange for performance of obligation.

Step 5: Revenue is recognized when (or whenever) the entity performance an obligation. A company satisfies a performance obligation and recognizes revenue over a period of time if one of the following criteria is met:

- a. The Company’s performance does not create any asset that has an alternative use to the Company and the Company has an enforceable right to payment for performance completed to date.
 - b. The Company creates or enhances an asset that the Customer controls when the asset is created or enhanced.
 - c. The customer simultaneously receives and consumes the benefits provided by the company’s performance as soon as the company performs.
- › For performance obligations, if one of the above conditions is met, revenue is recognized over a period of time, which represents the time in which the performance obligation is fulfilled. When a company satisfies a performance obligation by providing the promised services, it creates a contract-based asset on the amount obtained from the performance. When the amount received from the customer exceeds the amount of revenue generated, this results in advance payments from the customer (a contract obligation).
- › Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue and costs can be measured reliably, where appropriate. Costs of obtaining a contract with the customer
- › Under EAS 48, certain additional costs incurred in obtaining a contract with a customer (“contract costs”), which previously did not qualify for recognition as an asset under any of the other accounting standards, are deferred in the statement of financial position.

E. Employee benefit

1) Short – term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or implied obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

2) Share – based payment arrangements

The fair value (at the date of grant) of equity-settled share-based payment arrangements granted to employees in the form of equity instrument is generally recognised as an expense, with a corresponding increase in equity, over the maturity period of the awards. The amount recognised as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognized is based on the number of grants that meet the related service and non-market performance conditions at the maturity date.

For share-based payment (equity instrument) grants with non-maturity conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions and there is no outstanding adjustments between expected and actual outcomes.

3) Defined contribution plans

The Obligations for the defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

The Group pays contributions to the government social insurance system for their employees based on the rules of the social insurance law no 79 for the year 1975. The employees and employers contribute under this law with a fixed percentage of wages. The Group’s commitment is limited to the value of their contribution. And the Group’s contribution amount expensed in profits and losses according to accrual basis.

4) Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the financial statements date, then they are discounted - before tax - to reflect the time value of money.

F. Finance income and finance costs

The Group’s finance income and finance costs include:

- › interest income.
- › interest expense.
- › Foreign currency gains or loss on financial assets and financial liabilities.

Interest income or expense is recognised using the effective interest method.

Interest expense of non-banking financial corporations is represented in cost of sales and other corporations within finance costs.

G. Income Tax

The recognition of the current tax and deferred tax as income or expense in the profit or loss for the period, except in cases in which the tax comes from process or recognized event - at the same year or in a different period - outside profit or loss, whether in other comprehensive income or in equity directly or business combination.

1) Current income tax

The recognition of the current tax for the current period and prior periods and that have not been paid as a liability, but if the taxes have already been paid in the current period and prior periods in excess of the value payable for these periods, this increase is recognized as an asset. The taxable current liabilities (assets) for the current period and prior periods measured at expected value paid to (recovered from) the tax authority, using the current tax rates (and tax laws) or in the process to issue in the end of the financial period. Dividends are subject to tax as part of the current tax. Should only be offset when specific conditions are met.

2) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is not recognised for:

- a. Taxable temporary differences arising on the initial recognition of goodwill.,
- b. Temporary differences on the initial recognition of assets or liabilities in a transaction

that is not:

- 1. business combination
- 2. And not affects neither accounting nor taxable profit or loss.
- c. Temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of such temporary differences and it is probable that they will not reverse in the foreseeable future.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Future taxable profits are determined based on business plans for individual subsidiaries in the Group. unrealized deferred tax assets are reassessed at each reporting date, and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if certain criteria are met.

H. Inventories

Inventories are valued at cost or net realisable value whichever is lower. Cost is determined by the weighted average method. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct costs and an appropriate share of production overheads (based on normal operating capacity) but excludes borrowing costs. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

I. Property, plant and equipment

1) Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

The modified cost model was adopted which the cost and accumulated depreciation for some categories of fixed assets (Machinery and equipment, Vehicles, Furniture and office equipment, Tools and supplies) are modified using modification factors stated in annex (A) of EAS no. (13). The increase of net fixed assets which are qualified to modification, were recognized in other comprehensive income items and was presented as a separate item in equity under the name of “modification surplus of fixed assets”. The realized portion of modification surplus of fixed assets is transferred to retained earnings or losses in case of disposal or abandonment of the asset which qualified for modification or usage (depreciation difference resulting from the adoption of the special accounting treatment).

2) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that a future economic benefits associated with the expenditure will flow to the Group.

3) Depreciation

Depreciation is calculated to write off the cost of items of property, plant and equipment less their estimated residual values using the (straight-line method) over their estimated useful lives for each item and is generally recognised in profit or loss.

Land is not depreciable. Estimated depreciation rates for each type of assets for current and comparative periods are as follow:

Asset	Depreciation rate
Buildings	2%-4%
Machinery & equipment	10%-20%
Vehicles	20%-25%
Fixtures & Office furniture	6%-33%
IT infrastructures & Computers	%25
Leasehold improvements	20% - or lease period whichever is less

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

4) Reclassification to investment property

The reclassification of assets to investment property when the use of a property changes from owner-occupied to investment property.

5) Project under construction

The projects under construction recognized at cost. All expenses related to cost includes direct and necessary to prepare the asset to the state that is ready to use and in the purpose for which it was acquired for. The asset transferred from projects under construction to fixed assets when it is completed and ready to use.

J. Intangible assets and goodwill

1) Recognition and measurement

Goodwill:
Arising on the acquisition of subsidiaries is measured at cost less accumulated impairment losses.

Other intangible assets:
Other intangible assets, including patents and trademarks, that are acquired by the business combination and have finite useful lives are measured at cost less accumulated amortization and any accumulated impairment losses.

The right of use of the trademark is amortized on a straight line method over the expected 30 years of use.

Computer software
Costs associated with developing or maintenance of computer software programmes when are recognised as an expense as incurred. Costs that are directly associated with identifiable and unique software products controlled by the Company and will probably generate future economic benefits for more than one year, are recognised as intangible assets.

Expenditure, which enhances or extends the performance of computer software programmes beyond their original specifications is recognised as a capital improvement and added to the original cost of the software. Expenditure to acquire computer software is capitalized and included as an intangible asset. Computer softwarecosts recognised as assets are amortised using the straight-line method over their useful lives and not exceeding of 3 years.

Knowhow
The amounts paid against knowhow are recognized as intangible assets in case of knowhow have a finite useful life and amortized over their estimated useful lives.

2) Subsequent expenditure

Subsequent expenditure is capitalised only as an asset if it is an intangible asset when the intangible asset will increase the future economic benefits related research and development projects under construction which is recognized as intangible assets. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

3) Amortization

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the (straight-line method) over their estimated useful lives, and is generally recognised in profit or loss.

Goodwill is not amortised.
Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

K. Investment property

Investment property is property held by the Group for rental or rise in value, or both and initially measured at cost and subsequently at cost less accumulated depreciation and impairment, and recognize in profit and loss the depreciation expenses and impairment losses.

The depreciation of investment property calculated using (straight-line method) over their estimated useful lives for each type of investment property, land is not depreciated.

Any gain or loss on disposal of investment property (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit or loss.

L. Financial instruments

EAS 47- Financial instruments

EAS 47 – Defined the recognition and measurement of financial assets and financial liabilities and some of non-financial items agreements for sale or purchase. This standard replaces EAS 25 financial instruments: presentation and disclosure and EAS 26 financial instruments.

The recognition and measurement and EAS 40 financial instruments disclosures applied on 2021 disclosures.

Financial assets and financial liabilities Classification and measurement

- › The new standard requires the company to evaluate the classification of financial assets at the company’s financial statements according to the financial assets cash flow conditions and the company related business module for financial assets certain category.
- › EAS 47 has no longer available for sale classification for financial assets. The new standard contains different requirements for financial assets in debit instruments or equity instruments.
- › The financial instruments must be classified and measured by one of the following:
 - › Amortized cost, which actual interest rate will be applied or
 - › Fair value through comprehensive profit and loss with subsequent reclassification to profits and losses when the financial assets sale.
 - › fair value through profit and losses
- a. Investments in equity instruments must be classified and measured by one of the following methods except for those considered and applied owners’ equity accounting.
- › Fair value through other comprehensive income through subsequent reclassification to profits and losses statement when financial assets have been sold.
- › Fair value through profits and losses
- b. The company initially continues in measurement of financial assets by using fair value plus cost of transaction at the initial recognition except the financial assets measured at fair value through profits and loss in accordance with the current practices.

EAS 47 largely retains the current requirements including those in EAS 26 for financial liabilities classification and measurements.

The application of EAS 47 didn’t have a significant impact on the company’s accounting policies related to financial liabilities and derivatives.

Impairment:

- › The expected credit loss model requires the company to recognize a provision for doubtful debts on all financial assets carried at amortized cost, as well as debt instruments classified as financial assets at fair value through other comprehensive income since initial recognition, regardless of whether the loss has occurred.
- › Below are the main changes in the group’s accounting policy for impairment of financial assets.

When determining a default for the purpose of determining the risk of a default, the entity shall apply a default definition consistent with Identification used for internal credit risk management purposes of the relevant financial instrument and theoretical qualitative indicators when appropriate. However, it is a rebuttable assumption that the default does not occur later when the financial asset is due for a period of 90 days unless an entity has reasonable and supportive information to demonstrate that the non-satisfactory default criterion is the most appropriate.

The definition of default used for these purposes is applied consistently to all financial instruments unless information is available that demonstrates that another default definition is more appropriate for a particular financial instrument.

A three-stage approach is applied to measure expected credit losses for financial assets listed at cost.

depreciated and debt instruments designated as Fair value through other comprehensive income. Assets are transferred through.

The following three stages are based on the change in the quality of credit ratings since initial recognition for these assets:

- Principle of these assets

- › Stage one: 12-month expected credit losses.

For exposures that have not resulted in a quantitative increase in credit risk since initial recognition, a portion of the credit risk is recognized. Lifetime ECL based on the probability of default occurring over the next 12 months.

- › Stage two: Lifetime ECL - not credit-impaired

For credit exposures that have resulted in a significant increase in credit risk since initial recognition, but not Credit impaired, lifetime expected credit losses are recognized.

- › Stage Three: Lifetime Expected Credit Loss Financial assets are credit-impaired when the One or more events that have a detrimental effect on the estimated future cash flows of those assets Finance.

- Measurement

The company applied the simplified approach to calculate expected credit losses for the Auto &Auto related sector companies due to the absence of an important credit component associated with their contracts with customers while apply for the non-banking financial sector companies, the general approach was applied to calculate expected credit losses due to the presence of an important credit component in contracts with customers of that sector.

- Hedge accounting

Egyptian Accounting Standard No. 47 increases the company’s ability to apply hedge accounting. In addition, it has been Align the requirements of the standard more closely with the company’s risk management policies, so high effectiveness will be measured in the future.

M. Share capital

1) Ordinary Shares

Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity. Income tax relating to transaction costs of an equity transaction are accounted for in accordance with EAS No. (24) “Income Tax”.

2) Repurchase and reissue of ordinary shares (treasury shares)

When shares recognised as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs is recognised as a deduction from equity. Repurchased shares are classified as treasury shares and are presented as a deduction from equity. When treasury shares are sold or reissued subsequently, the amount received is recognised as an increase in equity and the resulting surplus or deficit on the transaction is presented within share premium.

N. Provisions

Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in book value of the provision resulting from the use of discount rate to determine the present value, which reflects the passage of time is recognized as finance cost.

1) Warranties

A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

2) Legal Claims

The recognition of the provision for legal claims when there are legal claims against the Group and after receiving appropriate legal advice.

3) Other Provisions

Provisions are recognized when there are other expected claims from third parties with respect to the activities of the Group and, according to the latest developments and discussions and agreements with those parties.

O. Leases

Egyptian Accounting Standard (49) replaces Egyptian Accounting Standard No. (20) - Accounting rules and standards related to financial leasing operations.

- › The Egyptian Accounting Standard No. (49) “Lease Contracts” provides a single accounting model for the lessor and the lessee, where the lessee recognizes the Asset right for use of the leased asset within the company’s assets and also recognizes a liability, which represents the present value of the unpaid lease payments within the company’s obligations, taking into account that Leases for the lessee are not classified as an operating lease or as a finance lease. There are optional exemptions for short-term and low-value leases.

With regard to the lessor, the lessor must classify each of its lease contracts as either an operating lease or a finance lease.

- › With regard to the finance lease, the lessor must recognize the assets held under a finance lease contract in the statement of financial position and present them as amounts receivable in an amount equal to the net investment in the lease contract.

For operating leases, the lessor must recognize lease payments from operating leases as income either on a straight-line basis or on any other regular basis.

Recognition and measurement

- › At the inception of the contract, the company evaluates whether the contract contains lease arrangements. For such lease arrangements, the company recognizes Asset right for use and lease contract liabilities, with the exception of short-term lease contracts and low-value asset contracts as follows:
- › On initial recognition, a right-of-use asset is measured as the amount equal to the lease liability, which is initially measured, adjusted for pre-contract lease payments, initial direct cost, lease incentives, and the discounted value of the estimated costs of dismantling and removing the asset. On subsequent measurement, the right-of-use asset is measured at cost less accumulated depreciation and accumulated impairment losses. Depreciation is calculated on a straight-line basis over the shorter of the estimated useful lives of the Asset right for use or the lease term.
- › The lease contract obligation is measured at the beginning of the lease contract at the present value of the unpaid lease payments on that date over the lease period, and the lease payments must be discounted at the rate using the incremental borrowing prevailing in the country. In general, the company uses the incremental borrowing rate as a discount rate. The lease liability is then measured at amortized cost using the effective interest method.
- › The Asset right for use and lease liability will be remeasured later in the event of one of the following events:
 - The change in the rental price due to the linkage to the prices or the rate that became effective in the period.
 - Amendments to the lease contract.
 - Re-evaluation of the lease term.

Leases of non-core assets not related to the Company’s main operating activities, which are short-term in nature (less than 12 months including renewal options) and leases of low-value goods are recognized in the income statement as incurred.

Important judgments in determining the lease term for contracts that include renewal options

The Company determines the term of the lease as the non-cancellable term of the lease, together with any periods covered by the option to extend the lease if such right can reasonably be exercised, or any periods covered by the option to terminate the lease, if it is certain to be exercised That right.

The Company has the option under some lease contracts to lease the assets for additional periods, the Company applies judgment in assessing whether it is certain and reasonably certain to exercise the option to renew, that is to say, all relevant factors that create an economic incentive to exercise the renewal, after the commencement date, are taken into account The Company reinstates the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not exercise) the option to renew (for example) a change in business strategy.

P. Segmental reports

A segment is a group of related assets and operations that are subject to risks and returns that are different from those of other sectors or within a single economic environment subject to risks and returns that relate to it, other than those relate of segments operating in a different economic environment.

Q. Dividends

Dividends are recorded in the Group’s financial statements in the year in which they are approved by the Group’s shareholders.

R. Comparative figures

When necessary, comparative figures have been reclassified to conform with changes in presentation in the current year.

S. New versions and amendments to the Egyptian Accounting Standards:

On 6 March 2023, the Prime Minister’s Decree No. (883) of 2023 was issued amending some provisions of the Egyptian accounting standards, and on 3 March 2024, another decision was issued by the Prime Minister No. (636) of 2024 amending some other provisions of the Egyptian accounting standards, and the following is a summary of the most important of those amendments:

New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (10) amended 2023 “Fixed Assets “ and Egyptian Accounting Standard No. (23) amended 2023 “Intangible Assets”.	<div>1. These standards were reissued in 2023, allowing the use of revaluation model when subsequent measurement of fixed assets and intangible assets.</div> <div>• This resulted in amendment of the paragraphs related to the use of the revaluation model option in some of the applicable Egyptian Accounting Standards, which are as follows:</div> <div>• Egyptian Accounting Standard No. (5) “Accounting Policies, Changes in Accounting Estimates and Errors”.</div> <div>• Egyptian Accounting Standard No. (24) “Income Taxes”</div> <div>• Egyptian Accounting Standard No. (30) “Interim Financial Reporting”</div> <div>• Egyptian Accounting Standard No. (31) “Impairment of Assets”</div> <div>• Egyptian Accounting Standard No. (49) “Leasing Contracts”</div> <div>2. In accordance with the amendments made to the Egyptian Accounting Standard No. (35) amended 2023 “Agriculture”, paragraphs (3), (6) and (37) of Egyptian Accounting Standard No. (10) “Fixed assets “ have been amended, and paragraphs 22(a), 80(c) and 80(d) have been added to the same standard, in relation to agricultural produce harvested.</div> <div>• The Company is not required to disclose the quantitative information required under paragraph 28(f) of Egyptian Accounting Standard No. (5) for the current period, which is the period of the financial statements in which the Egyptian Accounting Standard No. (35) amended 2023 and Egyptian Accounting Standard No. (10) amended 2023 are applied for the first time in relation to agricultural produce harvested. However, the quantitative information required under paragraph 28(f) of Egyptian Accounting Standard No. (5) should be disclosed for each comparative period presented.</div> <div>• The Company may select to measure an agricultural produce harvested item at its fair value at the beginning of the earliest period presented in the financial statements for the period in which the Company have been applied the above-mentioned amendments for the first time and to use that fair value as its deemed cost on that date. Any difference between the previous carrying amount and the fair value in the opening balance should be recognized by adding it to the revaluation surplus account in equity at the beginning of the earliest period presented.</div>	The company will not use the revaluation model during the current period.	<div>The amendments of adding the option to use the revaluation model are effective for financial periods starting on or after January 1, 2023, retrospectively, cumulative impact of the preliminary applying of the revaluation model shall be added to the revaluation surplus account in equity, at the beginning of the financial period in which the Company applies this model for the first time.</div> <div>These amendments are effective for annual financial periods starting on or after January 1, 2023, retrospectively, cumulative impact of the preliminary applying of the accounting treatment for agricultural produce harvested shall be added to the balance of retained earnings or losses at the beginning of the financial period in which the Company applies this treatment for the first time.</div>

New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (34) amended 2023 “Investment property “.	<p>1. This standard was reissued in 2023, allowing the use fair value model when subsequent measurement of investment property.</p> <p>2. This resulted in amendment of some paragraphs related to the use of the fair value model option in some of the applicable Egyptian Accounting Standards, which are as follows:</p> <ul style="list-style-type: none"> • Egyptian Accounting Standard No. (1) “Presentation of Financial Statements” • Egyptian Accounting Standard No. (5) “Accounting Policies, Changes in Accounting Estimates and Errors”. • Egyptian Accounting Standard No. (13) “The Effects of Changes in Foreign Exchange Rates” • Egyptian Accounting Standard No. (24) “Income Taxes” • Egyptian Accounting Standard No. (30) “Interim Financial Reporting “ • Egyptian Accounting Standard No. (31) “Impairment of Assets” • Egyptian Accounting Standard No. (32) “Non-Current Assets Held for Sale and Discontinued Operations” • Egyptian Accounting Standard No. (49) “Leasing Contracts”. 	The Company is currently assessing the impact of applying this new standard during the current period.	The amendments of adding the option to use the fair value model are effective for financial periods starting on or after January 1, 2024 retrospectively, cumulative impact of the preliminary applying of the fair value model shall be added to the balance of retained earnings or losses at the beginning of the financial period in which the Company applies this model for the first time.
Egyptian Accounting Standard No. (36) amended 2023 “Exploration for and Evaluation of Mineral Resources”	<p>1. This standard was reissued in 2023, allowing the use of revaluation model when subsequent measurement of exploration and valuation assets.</p> <p>2. The Company applies either the cost model or the revaluation model for exploration and valuation assets, the evaluation should carried out by experts specialized in valuation and registered in a register maintained for this purpose at the Ministry of Petroleum, and in the case of applying the revaluation model (whether the model stated in the Egyptian Accounting Standard (10) “Fixed Assets “ or the model stated in Egyptian Accounting Standard (23) “Intangible Assets”) should consistent with the classification of assets in accordance with paragraph No. (15) of Egyptian Accounting Standard No. (36) amended 2023.</p>	The Company doesn't have this type of asset. Accordingly, this change doesn't have an impact on the financial statement of the Company.	The amendments of adding the option to use the revaluation model are effective for financial periods starting on or after January 1, 2023, retrospectively , cumulative impact of the preliminary applying of the revaluation model shall be added to the revaluation surplus account in equity, at the beginning of the financial period in which the Company applies this model for the first time.
Egyptian Accounting Standard No. (35) amended 2023 “Agriculture”.	This standard was reissued in 2023, where paragraphs (1-5), (8), (24), and (44) were amended and paragraphs (5a) - (5c) and (63) were added, with respect to the accounting treatment of agricultural produce harvested, (Egyptian Accounting Standard (10) “Fixed assets “ was amended accordingly).	The Company doesn't have this type of asset. Accordingly, this change doesn't have an impact on the financial statement of the Company.	These amendments are effective for annual financial periods starting on or after January 1, 2023 retrospectively , cumulative impact of the preliminary applying of the accounting treatment for agricultural produce harvested shall be added to the balance of retained earnings or losses at the beginning of the financial period in which the Company applies this treatment for the first time.

New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (50) “Insurance Contracts”.	<p>1. This standard determines the principles of recognition of insurance contracts falling within the scope of this standard, and determines their measurement, presentation, and disclosure. The objective of the standard is to ensure that the Company provides appropriate information that truthfully reflects those contracts. This information provides users of financial statements with the basis for assessing the impact of insurance contracts on the Company's financial position, financial performance, and cash flows.</p> <p>2. Egyptian Accounting Standard No. (50) replaces and cancels Egyptian Accounting Standard No. 37 “Insurance Contracts” Any reference to Egyptian Accounting Standard No. (37) in other Egyptian Accounting Standards to be replaced by Egyptian Accounting Standard No. (50).</p> <p>3. The following Egyptian Accounting Standards have been amended to comply with the requirements of the application of Egyptian Accounting Standard No. (50) “Insurance Contracts”, as follows:</p> <ul style="list-style-type: none"> • Egyptian Accounting Standard No. (10) “Fixed Assets “. • Egyptian Accounting Standard No. (23) “Intangible Assets”. • Egyptian Accounting Standard No. (34) “Investment property “. 	The management of the company will study the impact of the application of the standard over the next year from the start of the company’s financial period of 1 January of each year.	Egyptian Accounting Standard No. (50) is effective for annual financial periods starting on or after July 1, 2024 , and if the Egyptian Accounting Standard No. (50) shall be applied for an earlier period, the Company should disclose that fact.
Egyptian Accounting Standard No. (17) amended 2024 “Separate Financial Statements”	Egyptian Accounting Standard No. (17) “Separate Financial Statements” was reissued in 2024, adding the option to use the equity method as described in Egyptian Accounting Standard No. (18) “Investments in Sister Companies” when accounting for investments in associates, sister companies and jointly controlled companies.	This standard doesn't applicable for the consolidated financial statements.	The amendments shall apply to financial periods commencing on or after January 1, 2024 with early adaption allowed retrospectively by recognizing the cumulative impact of the application of the equity method by adding it to the opening balance of retained earnings/losses as at the beginning of the financial period in which the Company applies this method for the first time.

New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (13) amended 2024 “Effects of changes in foreign exchange rates”	<p>This standard was reissued in 2024, to add how to determine the spot exchange rate when exchange between two currencies is difficult and what are the conditions that must be met for determining the spot exchange rate at the measurement date.</p> <p>An appendix to the application guidelines has been added, which includes guidelines for assessing whether a currency is exchangeable for another currency, and guidelines for applying the required treatments in case of non-exchangeability.</p>	The company reflect the impact of the financial standard on the financial statement through disclosure No (29A-1)	<p>Amendments regarding the determination of spot exchange rate when it is difficult to exchange between two currencies is applicable to financial periods commencing on or after January 1, 2024 with early adaption allowed. If the entity made an early application, this has to be disclosed. Entity shall not be modifying comparative information and instead should:</p> <ul style="list-style-type: none"> • When the entity reports foreign currency transactions to its functional currency, any effect of the initial application is recognized as an adjustment to the opening balance retained earnings/losses on the date of initial application. • When an entity uses presentation currency different than its functional currency or translates the results and balances of foreign operation, the resulting differences and financial position of a foreign transaction, any effect of the initial application is recognized as an adjustment to the cumulative translation adjustment reserve - accumulated in equity section on the date of initial application.
Accounting Interpretation No. (2) “Carbon Reduction Certificates”	Carbon Credits Certificates: Are financial instruments subject to trading that represent units for reducing greenhouse gas emissions. Each unit represents one ton of equivalent carbon dioxide emissions and are issued in favor of the reduction project developer (owner/non-owner), after approval and verification in accordance with internationally recognized standards and methodologies for reducing carbon emissions, carried out by verification and certification bodies, whether local or international, registered in the list prepared by the Financial Regulatory Authority “FRA” for this purpose. Companies can use Carbon Credits Certificates to meet voluntary emissions reduction targets to achieve carbon trading or other targets, which are traded on the Voluntary Carbon Market “VCM”.	The Company doesn't have this type of asset. Accordingly, this change doesn't have an impact on the financial statement of the Company	The application starts on or after the first of January 2025, early adaption is allowed.

46. Significant Events

- On July 1, 2023, the Iraqi government stopped importing 2&3 wheelers. As a result, on May 19, 2024, Ghabbour Al-Qalam Company (a subsidiary) obtained the exclusive distribution of JAC and Foton brands in the Republic of Iraq.
- The company filed an arbitration case against the People’s Democratic Republic of Algeria during the year 2022. These proceedings were initiated as a result of the severe damage and losses suffered by the company due to the measures taken by the Algerian government against the company’s business and investments in Algeria through the company’s indirect shareholding amounting to 54% of the company’s shares GBR Auto and 48.8% of the shares of GBR Service, which were incorporated in Algeria. It should be noted that the minimum damage suffered by the company is the loss of its invested capital, amounting to approximately USD 24 million, excluding foregone profit and interest. And the procedures of the arbitration case are ongoing.
- On October 23, 2024, the Egyptian Council of Ministers issued a decision to add Egyptian Accounting Standard No. (51) “Financial Statements in the Economics of Hyperinflation”, provided that this standard is applied to the independent and consolidated financial statements of any company or group whose currency of entry is in hyperinflationary economies, and this standard also applies to any group that has a foreign operation (including a branch, subsidiary, sister company, joint venture or other) in hyperinflation economics and requires This criterion is mainly the adjustment of financial statements prepared in the currency of an economy with hyperinflation, and this standard is implemented by a decision of the Prime Minister or his delegate.

In view of the global and domestic economic conditions and the geopolitical risks facing the country, the Government, represented mainly by the Central Bank of Egypt, took a series of financial measures during the years 2022 and 2023 to contain the impact of those crises, as well as the inflationary impact on the Egyptian economy. These measures included the devaluation of the Egyptian pound against foreign exchange, the raising of the rate of interest on one-night deposits and lending, the establishment of ceilings on withdrawals and the deposit of cash on banks. This has resulted in a decrease in the terms of exchange and availability of foreign currency through official channels, which has resulted in delays in the payment of foreign currency debts, as well as higher costs of purchase and reimbursement.

On 6 March 2024, the Central Bank of Egypt issued a decision to raise the rates of deposit and loan return for one night by 600 basis points to 27.25 per cent, 28.25 per cent, respectively. The credit and discount rate has also been raised by 600 points to 27.75%, allowing the use of a flexible exchange rate to be determined in accordance with market mechanisms. This led to an increase in the average official exchange rate of the United States dollar during the first week of the Central Bank decision, to 47.55 EGP/USD on 31 March 2024.